



# ANNUAL REPORT 2022

**FIRST CREDIT AND INVESTMENT BANK LTD.**

**Major Joint Venture Partners:**



## *Vision*

*Be a preferred investment bank enhancing value  
for the stakeholders and contributing to the  
National goals.*

## *Mission Statement*

*Contributing through innovative financing and  
investment in quality portfolio, advisory services  
delivered in an environment of trust and  
customer confidence supported by a team of  
professionals.*



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**BOARD OF DIRECTORS**



**Mr. Faisal Ahmed Topra**  
Chairman



**Mr. Muhammad Mohsin Ali**  
President & CEO



**Syed Irfan Husnain Rizvi**  
Director



**Mr. Asad Ullah Saleem**  
Director



**Mr. Masood Raza**  
Director



**Mr. Muhammad Naeemuddin**  
Director



**Mrs. Nina Afridi**  
Director



**Mr. Jamal Nasim**  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

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### **COMPANY INFORMATION**

#### **AUDIT COMMITTEE:**

Mr. Jamal Nasim	Chairman
Mr. Asad Ullah Saleem	Member
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	Member

#### **HR AND REMUNERATION COMMITTEE:**

Mrs. Nina Afidi	Chairperson
Mr. Faisal Ahmed Topra	Member
Syed Irfan Husnian Rizvi	Member
Mr. Muhammad Naeemuddin	Member

#### **RISK MANAGEMENT COMMITTEE:**

Mr. Asad Ullah Saleem	Chairman
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	Member
Mr. Muhammad Mohsin Ali	President/CEO

#### **COMPANY SECRETARY:**

Mr. Muhammad Amin Khatri

#### **AUDITORS:**

Crowe Hussain Chaudhry & Co.  
Chartered Accountants

#### **LEGAL ADVISOR:**

Ahmed & Qazi

#### **BANKERS:**

National Bank of Pakistan  
MCB Bank Limited  
Allied Bank Limited  
FINCA Microfinance Bank Limited  
NRSP Microfinance Bank Limited  
Tameer Microfinance Bank Limited  
Khushhali Bank Limited  
U Microfinance Bank Limited  
HBL Microfinance Bank Limited

#### **SHARE REGISTRAR:**

THK Associates (Pvt.) Limited  
Plot # 32-C, Jami Commercial Street # 2,  
D.H.A, Phase-VII, Karachi-75500.  
Ph. # +92 (21) 35310191-96  
Fax # +92 (21) 35310190

#### **HEAD OFFICE / REGISTERED OFFICE:**

2nd Floor, Sidco Avenue Centre,  
Stratchen Road, Karachi - 74200  
Pakistan.  
Ph. # : 35658750-1, 35670452, 35688490  
Fax. # : 35689331, 35686310  
E-mail: info@fcibank.com.pk  
Website: www.fcibank.com.pk



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### **NOTICE OF ANNUAL GENERAL MEETING**

Notice is hereby given that 33rd Annual General Meeting of the shareholders of First Credit & Investment Bank Limited will be held on Friday, October 28, 2022 at 5:00 p.m. at Registered Office, 2nd Floor, SIDCO Avenue Centre, Stratchen Road, Karachi to transact the following business:

#### **ORDINARY BUSINESS**

1. To confirm the minutes of the 32nd Annual General Meeting held on October 26, 2021.
2. To receive, consider and adopt the audited financial statements of the Company together with the Auditors' Report, Chairman Review and Directors' Reports thereon for the year ended June 30, 2022.
3. To appoint the statutory auditors for the year ending June 30, 2023 and fix their remuneration. The present auditors M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants, retire and being eligible, have offered themselves for re-appointment.

#### **SPECIAL BUSINESS**

4. To approve revision in the directors meeting fee\*.

#### **ANY OTHER BUSINESS**

5. To transact any other business with the permission of the Chair.

\*Note: A Statement under section 134 (3) of the Companies Act, 2017 is appended.

By Order of the Board



**Muhammad Amin Khatri**  
Company Secretary

Karachi  
October 5, 2022

#### **Notes:**

##### **Closure of Share Transfer Book**

1. The share transfer books of the Company will remain closed from October 20, 2022 to October 28, 2022 (both days inclusive). Transfers received in order at the office of our Share Registrar M/s. THK Associates (Pvt.) Ltd, Plot No. 32-C, Jami Commercial Street 2, DHA Phase VII, Karachi-75500 upto the close of business on October 19, 2022, will be considered in time for purpose of entitlement of shareholders to attend and vote at the meeting.

##### **Participation in Annual General Meeting**

2. A member entitled to attend and vote at this meeting may appoint any other member as his/her proxy to attend the meeting and vote instead of him/her. The proxies in order to be effective must be received by the company not less than 48 hours before the meeting. CDC Account holders will further have to follow the under mentioned guidelines as laid down in circular No. 1 dated January 26, 2000 issued by the Securities & Exchange Commission of Pakistan.



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### **A. For Attending the Meeting:-**

- a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are upload as per Regulations, shall authenticate his/her identity by showing his/her original Computerized National Identity card (CNIC) or original Passport at the time of attending the meeting.
- b) In case of Corporate entity, the board of Directors resolution of attorney with specimen signature of the nominee shall be produced (unless it has been provided earlier) at the time of meeting.

### **B. For Appointing Proxies:-**

- a) In case of individuals, the account holder or sub-account holder and/or the person whose securities are in group account and their registration details are uploaded as per Regulations, shall submit the proxy form as per the above requirement.
- b) The proxy form shall be witnessed by two persons whose names, address and CNIC Numbers shall be mentioned on the form.
- c) Attested copies of CNIC or Passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- d) The proxy shall produce his/her original CNIC or original Passport at the time of the meeting.
- e) In case of corporate entity, the Board of Directors resolution/ power of attorney with specimen signature shall be submitted (unless it has been provided earlier) along with proxy form to the company.

### **3. Provision of Copy of Computerized National Identity Card (CNIC)**

In order to comply with the requirements of Securities & Exchange Commission of Pakistan (SECP) SRO19(1)/2014 dated January 10, 2014 those shareholders who have not yet submitted attested copy of their valid CNICs are requested to provide the same with their folio numbers to the Company's Registrar, M/s. THK Associates (Pvt.) Ltd. Members holding shares in CDC/ Participant accounts are also requested to provide the attested copy of their CNICs to their CDC Participant/Investor Account Services.

### **4. Change in Address**

The Shareholders are requested to immediately inform any change in their addresses to Company Share Registrar or CDC Participant/ Investor Account Services, as the case may be.

### **5. Deposit of physical shares in CDC Account**

As per section 72 of the Companies Act, 2017 every listed company is required to replace its physical shares with book-entry form. Therefore, the shareholders having physical shares requested to convert the shares into book entry.

### **6. Availability of Financial Statements and Reports on the Website:**

The Annual Report of the Company for the year ended June 30, 2022 has been placed on the Company's website [www.fcibank.com.pk](http://www.fcibank.com.pk). The Annual Reports and quarterly financial statements of prior periods are also available.



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## **7. Payment of Cash Dividend through Electronic Mode**

Section 242 of the Companies Act 2017 requires that the listed companies shall pay cash dividend only through electronic mode directly into the bank account designated by the shareholders. SECP vide its notification S.R.O 1145 (I) /2017 has also issued the Companies (Distribution of Dividends) Regulations 2017 whereby every shareholder shall be responsible to provide valid information pertaining to its designated bank account to disburse any dividend payable in cash only through electronic mode directly into the bank account designated by the entitled shareholder.

In this respect, shareholders are requested to fill the dividend mandate form available in company's website [www.fcibank.com.pk](http://www.fcibank.com.pk) and send the same to the share registrar of the Company. In case of shares held as book-entry securities, the said information would be required to be provided to Central Depository System (CDS) through CDS Participants.

## **8. Attendance of Meeting by Video-Link**

If Members holding ten (10) percent of the total paid up capital, reside in a city, such Members, may demand the Company to provide them the facility of video-link for attending the Meeting.

If you wish to take benefit of this facility, please fill the form appearing below and submit it to the Company at its registered address at least seven (7) days prior to the date of the Meeting:

"I/We, \_\_\_\_\_ of \_\_\_\_\_, being a member of \_\_\_\_\_

**First Credit and Investment Bank Limited**, holder of \_\_\_\_\_ ordinary share(s) as per

Registered Folio/CDC Account No. \_\_\_\_\_ hereby opt for video link facility at \_\_\_\_\_

\_\_\_\_\_**Signature of Member"**

The Company will intimate to the Members the venue of the video-link facility at least five (5) days before the date of the Meeting along with all the information necessary to enable them to access the facility.

**STATEMENT OF MATERIAL FACT UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017**

This statement sets out the material facts concerning the special business to be transacted at the Annual General Meeting of the Company to be held on October 28, 2022.

In view of the Board's responsibilities and enhanced role as well as to comply with the prevailing laws, rules and regulations, the Directors have to devote considerable time and expertise in the overall stewardship of the Company. The revision in Directors meeting fee is being made after many years.

Accordingly, the Board, in its 129th meeting held on September 27, 2022 decided to increase fee payable to Non-Executive Directors including Independent Directors from existing Rs. 40,000/- to Rs. 55,000/- per meeting as allowed in terms of Article 77 of Articles of Association of the Company and as per the Directors Remuneration Policy of the Company. In this respect, the following Ordinary Resolution is proposed to be adopted:

"Resolved that Directors' meeting Fee, as allowed under the Article 77 of the Article of Association of the Company and Directors Remuneration Policy of the Company, to Non-Executive Directors including Independent Directors be and is hereby increased from Rs. 40,000/- upto Rs. 55,000/- per meeting with effect from October 27, 2022 and the decision of the Board of Directors of First Credit and Investment Bank Ltd in this regard is hereby ratified."



# FIRST CREDIT AND INVESTMENT BANK LTD.

## **CHAIRMAN'S REVIEW REPORT**

### **Review Report by the Chairman on Board's Overall Performance u/s 192 of the Companies Act 2017**

As required under the Code of Corporate Governance 2019, an annual evaluation of the Board of Directors (the "Board") of **First Credit and Investment Bank Limited** (the "Investment Bank") is carried out. This evaluation is conducted to ensure the Board's overall performance and effectiveness for the betterment, progress and growth in the context of objectives set for the Investment Bank. Areas where improvements are required are duly considered and action plans are framed.

The Board of the Investment Bank has laid down a detailed performance evaluation mechanism and criteria of evaluation duly approved by it. As per the recently conducted annual self-evaluation for the year ended **June 30, 2022** and I report that:

The overall performance of the Board measured on the basis of approved criteria for the year was **Satisfactory**.

The overall assessment as **Satisfactory** is based on an evaluation of the following areas, which have a direct bearing on Board's role in achievement of the Investment Bank's objectives:

1. **Fiduciary Responsibility:** Board members pay greater attention to their fiduciary duties as director of the Investment Bank. They pay high importance in following standard of good practice for the conduct of the Board. The Board performed its fiduciary responsibility with a sense of objective judgment and independence. They have clear understanding of vision and mission of the Investment Bank and value them.
2. **Business Strategy:** Board has a lucid understanding of the stakeholders (shareholders, customers, employees, borrowers, depositors, Society at large) whom the Investment Bank serves. The Board has a strategic vision of how the organization should be evolving over the five years. Further Board sets benchmark, budget and targets for the management in all major areas business.
3. **Compliance and Diligence:** The Board members ensure that they have diligently performed their duties and thoroughly reviewed, discussed and approved business strategies, corporate objectives, budgets, financial statements and other reports. They have clear understanding of applicable laws and ensure their compliance. It received agenda and detailed memoranda in sufficient time prior to board and committee meetings. The board met frequently enough to adequately discharge its responsibilities.
4. **Monitoring of Business Activities:** The Board remained informed with all significant issues, matters for the consideration of the Board. It remained updated of Investment Bank's objectives, goals, strategies and financial performance through regular presentation by the management. It also ensured representation of internal and external auditors and other independent consultants. The Board provided appropriate direction and oversight on a timely basis.
5. **Diversity and Mix:** The constituent of Board is a mix of required independent and non executive directors. All directors were equally involved in important board decisions.
6. **Governance and Control:** The Board has effectively put in place all significant policies, sound internal controls, risk management system, transparent and robust system of governance. This is reflected by setting up an effective control environment, compliance with best practices of corporate governance and by promoting ethical and fair behavior across the Investment Bank.



**Faisal Ahmed Topra**  
Chairman

Karachi: September 27, 2022



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## **DIRECTORS' REPORT**

On behalf of the Board of Directors, we are pleased to present 33rd Annual Report of the First Credit & Investment Bank Limited (FCIBL) along with the audited financial statements and Auditors' Report, for the year ended June 30, 2022.

### **Global Economic Review**

Economies around the world are tumbling due mainly to short supply of energy sources i.e. Oil and Gas. This has brought series of negative effects on the economies. It has triggered price hike, slowdown in supply chain, resulting in output disruption, increase in cost of production, pushing demand of goods on the downward slope. This has placed horrifying impact on the economic front, developing stagflation i.e. higher inflation with unemployment. Economist have only one tool to combat this situation i.e. interest rate hike. All Central banks have increased interest rates to new peaks. This has not worked well as the supply of fuel is still short of demand and is available at higher prices. Many economies are hopelessly fearing that they will be facing recession in 2023. Leading European economies are expected to knock the door of IMF in 2023. World Bank has also predicted that economic slowdown is eminent and no fool proof remedies are available to address looming economic crises.

This situation was already in making in 2020 because of overheating of the economies i.e. higher production against sluggish demand. The conflict of Russia and Ukraine has fueled the crises to this level. Numbers to substantiate this statement is not very desirable as it is a known fact. Billions of US\$ has been wiped out due to fall of stocks around the globe. Housing sector which had developed banking sector crises in 2008 is also likely to surface again as higher interest rate has dropped demand for housing and already mortgaged housing unit is feared that will not be able to service their loans.

### **Pakistan Economy**

Pakistan is also facing identical situation. Fuel prices are at peak, trade deficit is widening, current account deficit has registered a new hike due mainly to unfavorable exchange rate. Floods have largely effected agriculture sector. In coming months, more unemployment and inflation is predicted. Exchange rate is also not expected to improve which will continue to effect economy negatively.

We are hopeful that the interest rate in the country will be stable and investment in industry will improve bringing the growth rate of the economy around 5% which will be a positive sign.

### **Future Outlook & Strategy of FCIBL**

It may not be out of context to state that FCIBL is the only NBFC which is not incurring losses and is in the positive state, though it is facing severe competition from large commercial banks. FCIBL is facing liquidity crunch, hence has initiated many new avenues for making profit. FCIBL is expanding its Money Market & Forex Brokerage business by hiring new talent from the market which would contribute more to the profitability in years to come. Similarly, expansion in treasury and money market operations has also witnessed growth during the year under review. These development in business are achieved in-spite of cut-throat competition from commercial banks and human resource challenges being faced by the entire Investment Banking sector. Upgradation in the Credit Rating of FCIBL from 'A-' (Single A Minus to "A' (Single A) is also a positive indication towards the growth and success of FCIBL. The Board is focusing more on expansion of our existing core business as well as diversification into new businesses as permitted under the NBF regulatory framework. Our vertical as well horizontal expansion strategy will increase revenue streams, which hopefully will be forthcoming with improvement in economic and business conditions of the country. Your Company will continue to improve its assets quality, infrastructure, build capacity through training of existing personnel and engaging professionals to diversify products and services, updating policies and procedures to meet the requirements of the new challenges and opportunities.



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### **Financial Results**

Financial results of FCIBL for 2021-22 are summarized below, comparative data for 2020-21 has also been provided:

	(Rupees in ,000)	
	2021-22	2020-21
Total revenue	<b>134,082</b>	145,036
Operating profit	(1,771)	17,006
Profit before taxation	<b>13,312</b>	28,846
Profit after taxation	<b>8,189</b>	20,535
Shareholders' equity	<b>770,841</b>	764,708
Deficit on revaluation of investments	(49,003)	(14,757)
Shareholders' equity-net	<b>721,838</b>	749,951
Total assets	<b>2,052,274</b>	2,272,038
Earning per share-basic and diluted (Rs.)	<b>0.13</b>	0.32

### **Review of Operations**

Despite challenges of unfavorable liquidity position, sector imbalance, difficult economic conditions, absence of level playing field due to non-availability of resources including human resource, FCIBL continues to progress its business with more additions of new segments. During FY22, FCIBL has managed to maintain its profitability. During the FY22, the total income earned by FCIBL was Rs.134.0 million compared to Rs.145.0 million earned in FY21. FCIBL reported Operating loss of Rs.1.8 million for FY22 against profit of Rs.17.0 million reported for FY21. Further, after taking effect of provision made and reversal / recovery against already provided classified portfolio FCIBL reported Profit before Tax of Rs.13.3 million for the financial year ended June 30, 2022 from Rs. 28.8 million reported for the previous year. Similarly, FCIBL has registered Profit after Tax for the year ended June 30, 2022 of Rs.8.2 million from Rs.20.5 million reported for the last year.

On the Balance Sheet side, the shareholders' equity net of deficit on re-measurement of investments decreased to Rs.721.8 million as of June 30, 2022 from Rs.749.9 million as of June 30, 2021. Total assets of FCIBL decreased to Rs.2,052.2 million as of June 30, 2022 from Rs.2,272.0 million as at June 30 2021.

### **Changes since Balance Sheet Date**

There have not been any material events or changes that occurred subsequent to the date of the Balance Sheet that require adjustments to the enclosed financial statements, except those which have already been made or disclosed.

### **Dividend**

Dividend policy of the FCIBL in the past has been a mix of offering attractive cash dividends, bonus shares to the shareholders. In order to have adequate funds available to meet its investment and expansion plans, the Directors do not recommend any dividend for the year ended June 30, 2022

### **Credit Rating**

VIS Credit Rating Company Limited vide its report dated December 31, 2021 upgraded the medium to long-term entity rating of FCIBL to 'A' (Single A) from 'A-' (Single A Minus) and maintained Short-term rating at 'A-2' (A-Two). The outlook of the rating is 'Stable'.



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### **Environmental and Corporate Social Responsibility**

FCIBL is fully aware of its environmental and Corporate Social Responsibilities and is ready to support social and environmental causes of the country. FCIBL also maintains compliance to all governmental and internal health, safety and the environment measures. Facilities and conducts of operations are designed in a way that avoids risk to human health, safety and the environment.

### **Risk Assessment Framework**

FCIBL's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on FCIBL's financial performance

FCIBL's activities are exposed to a variety of financial risks, market risk (including interest rate risk and price risk), credit risk, liquidity risk and operational risk. Risks of FCIBL are being managed by FCIBL's management in accordance with the approved policies of FCIBL whereas the Board of Directors has the overall oversight of FCIBL's risk management framework. FCIBL's overall risk management program focuses on having cost efficient funding as well as to manage financial risk to minimize earnings volatility and provide maximum return to shareholders. The Board also carries out the overall business risk review of FCIBL on annual basis.

### **Corporate and Financial Reporting Framework**

The Company has taken all necessary steps to ensure Good Corporate Governance. As part of Compliance of the Listed Companies (Code of Corporate Governance) Regulations, 2019 ("CCG"), the Board is pleased to state as follows:

- a) These financial statements, prepared by the management of FCIBL, present fairly its state of affairs, the results of its operations, cash flows and change of equity.
- b) Proper books of accounts of FCIBL have been maintained.
- c) Appropriate accounting policies have been consistently applied in preparation of financial statements and accounting estimates are based on reasonable and prudent judgment.
- d) International Accounting Standards, as applicable in Pakistan, have been followed in preparation of financial statements and any departure there from has been adequately disclosed.
- e) The system of internal control including internal financial control, which is in place, is sound in design and has been effectively implemented and monitored.
- f) There are no significant doubts upon FCIBL's ability to continue as a going concern.
- g) There has been no material departure from the best practices of corporate governance, as detailed in the CCG.

### **Key operating and financial data**

The key operating and financial data of FCIBL for the last six years is as under:

<b>Year ended June 30,</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
	Rupees in million					
Total revenue	134	145	155	117	103	80
Profit before taxation	13	29	38	15	16	12
Profit after taxation	8	21	29	10	9	7
Shareholders' equity	722	750	739	719	722	724
Total assets	2,052	2,272	1,667	1,385	1,327	1,155
Earning/ (loss) per share (Rs)	0.13	0.32	0.44	0.15	0.14	0.11



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### **Staff Retirement Benefit Schemes**

Value of the investment of Employees' Provident Fund and Gratuity Fund as at June 30, 2022 were Rs.19,515,961/- and Rs.6,032,286/-, respectively.

### **Board of Directors**

The composition of the Board as of June 30, 2022 is as follows:

#### **Total number of Directors:**

- (a) Male: 7 (including the appointed CEO)
- (b) Female: 1

#### **Composition:**

- (i) Independent Directors: 3
- (ii) Non-executive Directors: 4
- (iii) Executive Directors: 1\*

\* The Executive Director is the President and CEO whose appointment is on contract basis.  
During the year, no casual vacancies occurred on the Board.

During the year, five (5) Board meetings were held, in which Directors' attendance was as follows:

Name of Directors	Number of meetings eligible to attend	Number of meetings attended
Mr. Faisal Ahmed Topra	5	4
Mr. Naveed Asghar Chaudhry*	5	5
Mr. Asad Ullah Saleem	5	5
Syed Irfan Husnain Rizvi	5	5
Mr. Muhammad Naeemuddin	5	5
Mr. Jamal Nasim	5	5
Ms. Nina Afridi	5	5
Mr. Muhammad Mohsin Ali	5	5

\*Resigned w.e.f. August 22, 2022.

\*\*Leave of absence was granted to directors who did not attend the meeting.

### **Audit Committee and Internal Controls**

Audit Committee of the Board comprises of three (3) Non-Executive Directors majority of which are independent directors including the Chairman of the Committee. Terms of reference of the Audit Committee have been formulated by the Board in accordance with the Listed Companies (Code of Corporate Governance) Regulations 2019. During the year four (4) meetings of Audit Committee were held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Mr. Muhammad Naeemuddin	4	4
Syed Irfan Husnain Rizvi	4	4
Mrs. Nina Afridi	4	4



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### **HR and Remuneration Committee**

Board constituted its HR and Remuneration Committee to assist the Directors in discharging their responsibilities with regard to selection, evaluation and succession planning of key management personnel / Board. The Committee consists of four (4) members. Majority of members are Non-Executive Directors and the Chairman of the Committee is an Independent Director. During the year one (1) meeting of HR and Remuneration Committee was held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Mr. Muhammad Naeemuddin	1	1
Mr. Naveed Asghar Chaudhry*	1	1
Mr. Asad Ullah Saleem	1	1
Mr. Muhammad Mohsin Ali	1	1

\*Resigned w.e.f. August 22, 2022.

### **Risk Management Committee**

Board constituted its Risk Management Committee to assist the Directors in discharging their responsibilities including risk identification and its mitigation/management measures in respect of company's business activities. The Committee consists of four (4) members majority of which are Non-Executive Directors. During the year two (2) meetings of Risk Management Committee were held, in which Directors' attendance was as follows:

Name of Directors	No. of meetings eligible to attend	No. of meetings attended
Mr. Asad Ullah Saleem	2	2
Mr. Naveed Asghar Chaudhry*	2	2
Mr. Muhammad Naeemuddin	2	2
Mr. Muhammad Mohsin Ali	2	2

\*Resigned w.e.f. August 22, 2022.

### **Director's Remuneration Policy**

The Board has put in place Director's Remuneration Policy. As per the policy, all non-executive directors are entitled to receive fee for attending meetings of the Board, its Committees or shareholders at rate fixed by the Board of Directors from time to time. The remuneration of the Executive Directors and CEO are determined by the Board of Directors. As per the policy all expenses incurred by the Directors for attending the meetings be borne by the Company at actual.

### **Related Party Transactions**

In order to comply with the requirements of the Listed Companies (Code of Corporate Governance) Regulations 2019 and other applicable enactments, the Company has presented all related party transactions before the Audit Committee and Board for their review and approval. These transactions have been approved by the Audit Committee and thereafter by the Board in their respective meetings. All Related Party Transactions carried out by the Company during the year were at arm's length. The details of all related party transactions have been provided under Note 43 of the annexed audited financial statements.



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### **Training Programs**

FCIBL meets necessary requirement of Directors Training as stipulated in the Listed Companies (Code of Corporate Governance) Regulations 2019 as all Directors on the Board of FCIBL are in compliance of requirements under Directors Training Program (DTP) as stipulated in CCG. The directors have also been provided with copies of Rule Book (Listing Regulations) of the Pakistan Stock Exchange, NBFC Rules 2003, NBFC & NE Regulations 2008 and Memorandum and Articles of Association and they are well conversant with their duties and responsibilities. During the year one director was provided with the necessary training program as required under clause 19(2) of the CCG Regulations 2019.

### **Auditors**

The present auditors M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants is to retire in the upcoming AGM. Being eligible has offered themselves for re-appointment. As required under the Code of Corporate Governance the Audit Committee has recommended the appointment of M/s. Crowe Hussain Chaudhury & Co, Chartered Accountants, as auditors for the year ending June 30, 2023.

### **Pattern of Shareholdings**

The Pattern of Shareholding including Categories of Shareholders of FCIBL as on June 30, 2022 is annexed at the end of the annual report. During the year, no trade in shares of FCIBL was carried out by the Directors, CEO, CFO, Company Secretary and their spouses and minor children, except as those reported in pattern of shareholding.

### **Acknowledgement**

The Directors wish to express their appreciation to our stakeholders, valued customers and financial institutions for their continued trust and patronage. We are grateful to the regulatory authorities including the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan and the Pakistan Stock Exchange for their continued guidance and support. We also acknowledge hard work and dedication of the management and employees.

**MUHAMMAD MOHSIN ALI**  
Chief Executive Officer

**JAMAL NASIM**  
Director

Karachi  
September 27, 2022



**FIRST CREDIT AND INVESTMENT BANK LTD.**

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### **Independent Auditor's Review Report**

### **To the Members of First Credit and Investment Bank Limited**

#### **Review Report on the Statement of Compliance contained in Listed Companies (Code of Corporate Governance) Regulations, 2019**

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the 'Regulations') prepared by Board of Directors of **First Credit and Investment Bank Limited** (the 'Investment Bank'), for the year ended June 30, 2022 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of Investment Bank. Our responsibility is to review whether the Statement of Compliance reflects the status of the Investment Bank's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Investment Bank's personnel and review of various documents prepared by the Investment Bank to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Investment Bank's corporate governance procedures and risks.

The Regulations require the Investment Bank to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions and also ensure compliance with the requirements of section 208 of the Companies Act, 2017. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee. We have not carried out procedures to assess and determine the Investment Bank's process for identification of related parties and that whether the related party transactions were undertaken at arm's length price or not.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Investment Bank's compliance for and on behalf of the Investment Bank, in all material respects, with the requirements contained in the Regulations as applicable to the Investment Bank for the year ended June 30, 2022.



**Crowe Hussain Chaudhury & Co.**  
Chartered Accountants  
Karachi.

Dated: October 04, 2022  
UDIN: CR202210207yDdisOorg



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**STATEMENT OF COMPLIANCE WITH  
LISTED COMPANIES (CODE OF CORPORATE  
GOVERNANCE) REGULATIONS, 2019**

**First Credit and Investment Bank Limited**  
**Year ended June 30, 2022**

The company has complied with the requirements of the Regulations in the following manner:

1. The total number of directors are Eight (8) (including the appointed CEO) as per the following:

a.	Male	Seven (7)
b.	Female	One (1)

2. The composition of Board is as follows:

i)	Independent Directors - Male	2
ii)	Other Non-Executive Directors	4
iii)	Executive Directors*	1
iv)	Female Director - Independent	1

\*The Executive Director is the President and CEO whose appointment is on contract basis.

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company.
4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.
5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of significant policies along with their dates of approval is maintained by the Company.
6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board/ shareholders as empowered by the relevant provisions of the Act and these Regulations.
7. The meetings of the Board were presided over by the Chairman. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of Board.
8. The Board of directors have a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.
9. All Directors on the Board are compliant with the requirement of Directors Training Program. During the year Mr. Faisal Ahmed Topra was provided the necessary directors training program as per the requirement of clause 19(2) of these Regulations.
10. The Board has approved appointment of CFO, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
11. CFO and CEO duly endorsed the financial statements before approval of the Board.



**FIRST CREDIT AND INVESTMENT BANK LTD.**

## ANNUAL REPORT 2022

12. The Board has formed committees comprising of members given below:

a) **Audit Committee**

Mr. Jamal Nasim	Chairman
Mr. Asad Ullah Saleem	Member
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	Member

b) **HR and Remuneration Committee**

Mrs. Nina Afridi	Chairperson
Mr. Faisal Ahmed Topra	Member
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	Member

c) **Risk Management Committee**

Mr. Asad Ullah Saleem	Chairman
Syed Irfan Husnain Rizvi	Member
Mr. Muhammad Naeemuddin	Member
Mr. Muhammad Mohsin Ali	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.

14. The frequency of meetings of the committee were as per following:

- a) Audit Committee                          4 Meetings were held during FY 2021-22  
b) HR and Remuneration Committee    1 Meetings was held during FY 2021-22  
d) Risk Management Committee        2 Meetings were held during FY 2021-22

15. The board has set up an effective internal audit function manned with person who is suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company.

16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company;

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.

18. We confirm that all requirements of regulations 3, 6, 7, 8, 27,32, 33 and 36 of the Regulations have been complied with.

MUHAMMAD MOHSIN ALI  
Chief Executive Officer

JAMAL NASIM  
Director

Karachi  
Dated : 27 September 2022



FIRST CREDIT AND INVESTMENT BANK LTD.

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF FIRST CREDIT AND  
INVESTMENT BANK LIMITED**

**REPORT ON THE AUDIT OF FINANCIAL STATEMENT**

**Opinion**

We have audited the annexed financial statements of the **First Credit and Investment Bank Limited (the Investment Bank)**, which comprise the statement of financial position as at June 30, 2022 and the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Investment Bank's affairs as at June 30, 2022 and of its profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Investment Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matter**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



**FIRST CREDIT AND INVESTMENT BANK LTD.**

## ANNUAL REPORT 2022

Following are the Key audit matters:

S.No	Key Audit Matter	How the matter was addressed in our audit
01	<p><b>Provision for non-performing finances</b></p> <p>Refer note 5.6 and 9.2 to the annexed financial statements</p> <p>The assessment of provision of non-performing finances provided to customer involves significant judgement and use of management assumptions both subjectively and objectively. The identification of the provision and the determination of the recoverable amount involve various assumptions and factors including the financial conditions of the counter party, timing and amount of expected future cash flows including the forced sale value (FSV) benefits on the securities pledged.</p> <p>The Investment Bank records provision objectively based on schedule X of Non-Banking Finance Companies and Notified Entities Regulations, 2008 (NBFC Regulations) in addition to the requirement of IFRS 9 and subjectively based on adequacy of security inclusive of realizable value, financial positions and credit worthiness of the customers and other evidences of impairment.</p> <p>We consider this matter as a key audit matter due to significance of provision balance and estimation involved.</p>	<p>Our audit procedures include the following:</p> <ul style="list-style-type: none"> <li>- We evaluated and tested the overall design, implementation and effectiveness of key controls related to the credit approval process, post approval credit management, loan grading system, collateral monitoring and loan impairment assessment.</li> <li>- We checked the customers' repayment behavior and evaluated the Investment Bank's loan classification taking into consideration the credit committee reports, customers' financial information collateral valuation report and other available information.</li> <li>- We assess the adequacy of the provision for loan losses by testing the key assumptions and calculations as required by NBFC Regulations, 2008 in addition to requirements of IFRS 9 and management's assumptions.</li> <li>- Furthermore, we also assessed the adequacy of the respective disclosures relating to loan and finances stated in the financial statements.</li> </ul>
02	<p><b>Valuation of investment</b></p> <p><b>Refer note 9 and 14 to the annexed financial statements</b></p> <p>As at June 30, 2022, the Investment Bank has recorded its investment amounting to Rs.1,454.987 million under 'Amortized cost', 'Fair value through other comprehensive income' and "Fair value through profit or loss" which in aggregate represent 71% of the total assets of the investment bank.</p> <p>Investments are carried at cost or fair value in accordance with the investment banks accounting policy relating to their recognition. Provision against investments is based on impairment policy of the Investment Bank which includes both objective and subjective factors.</p> <p>We identified the valuation of investments including determination of impairment allowance on investments as a key audit matter because their significance in relation to the total assets to the bank and judgement involved in assessing impairment allowance.</p>	<p>Our audit procedures include the following:</p> <ul style="list-style-type: none"> <li>- Assessing the design and tested the operating effectiveness of the relevant controls in place relating to valuation of investments.</li> <li>- checking on a sample basis, the valuation of investments to support documents, externally quoted market prices and break-up values, and</li> <li>- evaluating the management's assessment of investments for any additional impairment in accordance with the Investment Bank's accounting policies and performed in independent assessment of the assumptions.</li> <li>- obtained independent confirmations for verifying the existence of the investment portfolio as at June 30, 2022 and reconciled it with the books and record of the investment bank.</li> </ul>



**FIRST CREDIT AND INVESTMENT BANK LTD.**

## ANNUAL REPORT 2022

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The management is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017(XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Investment Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Investment Bank or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Investment Bank's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Investment Bank's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Investment Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Investment Bank's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Investment Bank as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Investment Bank's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Investment Bank and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Imran Shaikh.

*Crowe Hussain Chaudhury & Co.*

Chartered Accountants

Karachi

Date: October 04, 2022

UDIN: AR202210207J72jYMR9h



**FIRST CREDIT AND INVESTMENT BANK LTD.**

## ANNUAL REPORT 2022

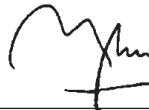
### STATEMENT OF FINANCIAL POSITION

	Note	2022 Rupees	2021 Rupees
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	6	<b>11,049,586</b>	17,429,948
Intangible assets	7	-	-
Long-term investments	8	<b>330,830,640</b>	365,964,739
Long-term loans and finances	9	<b>294,160,053</b>	273,150,714
Net investment in finance lease	10	-	-
Long-term deposits	11	<b>57,500</b>	57,500
Deferred tax asset	12	<b>78,297,354</b>	69,249,846
<b>Total non-current assets</b>		<b>714,395,133</b>	725,852,747
<b>Current assets</b>			
Current portion of non-current assets	13	<b>120,849,300</b>	194,215,555
Short-term investments	14	<b>1,075,776,169</b>	1,149,472,390
Markup/interest accrued	15	<b>41,383,330</b>	42,647,462
Prepayments and other receivables	16	<b>3,039,703</b>	4,981,560
Taxation-net		<b>21,174,010</b>	15,917,244
Cash and bank balances	17	<b>75,656,521</b>	138,951,392
<b>Total current assets</b>		<b>1,337,879,033</b>	1,546,185,603
<b>Total assets</b>		<b>2,052,274,166</b>	<b>2,272,038,350</b>

The annexed notes from 1 to 46 form an integral part of these financial statements



MUHAMMAD KAMRAN  
Chief Financial Officer



MUHAMMAD MOHSIN ALI  
President & CEO



JAMAL NASIM  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**ANNUAL REPORT 2022**

**AS AT JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Authorized share capital	18	<b>750,000,000</b>	<u>750,000,000</u>
Issued, subscribed and paid-up share capital	19	<b>650,000,000</b>	<u>650,000,000</u>
Accumulated profit		<b>120,840,468</b>	<u>114,707,652</u>
Deficit on remeasurement of investments - net	20	<b>(49,002,656)</b>	<u>(14,756,757)</u>
<b>Total shareholders' equity</b>		<b>721,837,812</b>	<u>749,950,895</u>
<b>Non-current liabilities</b>			
Deferred liability - Staff gratuity	21	<b>8,148,962</b>	<u>6,134,957</u>
Lease liability	22	<b>-</b>	<u>8,766,345</u>
Long-term loan	23	<b>-</b>	<u>-</u>
Security deposit against finance lease	24	<b>418,600</b>	<u>418,600</u>
<b>Total non-current liabilities</b>		<b>8,567,562</b>	<u>15,319,902</u>
<b>Current liabilities</b>			
Current portion of long-term loan	23	<b>15,625,000</b>	<u>78,125,000</u>
Current portion of lease liability	22	<b>6,724,035</b>	<u>4,941,627</u>
Short-term running finance facility	25	<b>-</b>	<u>49,992,033</u>
Short-term repo borrowing	26	<b>1,262,741,850</b>	<u>350,000,000</u>
Un-paid dividend		<b>7,348,477</b>	<u>7,348,477</u>
Markup / interest accrued	27	<b>17,659,346</b>	<u>5,458,268</u>
Accrued expenses and other payables	28	<b>11,770,084</b>	<u>1,010,902,148</u>
<b>Total current liabilities</b>		<b>1,321,868,792</b>	<u>1,506,767,553</u>
<b>Total liabilities</b>		<b>1,330,436,354</b>	<u>1,522,087,455</u>
<b>Contingencies and commitments</b>	29	<b>-</b>	<u>-</u>
<b>Total equity and liabilities</b>		<b>2,052,274,166</b>	<u>2,272,038,350</u>

The annexed notes from 1 to 46 form an integral part of these financial statements

MUHAMMAD KAMRAN  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

JAMAL NASIM  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**ANNUAL REPORT 2022**

**STATEMENT OF PROFIT OR LOSS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
Income from term finances and funds placements	30	<b>54,969,269</b>	60,942,704
Income from investments	31	<b>82,100,905</b>	74,650,786
Unrealized gain/ (loss) in investemnt classified as fair value through profit or loss		<b>(4,828,605)</b>	5,475,226
Fees and commission income	32	<b>1,654,719</b>	3,305,465
Other income	33	<b>186,032</b>	662,003
		<b>134,082,320</b>	145,036,184
Finance costs	34	<b>(67,607,809)</b>	(65,125,082)
Administrative and operating expenses	35	<b>(68,245,017)</b>	(62,904,634)
<b>Operating (loss)/income before provisions</b>		<b>(1,770,506)</b>	17,006,468
<b>Reversal / (Provision)</b>			
Reversal against accrued mark-up		<b>540,621</b>	3,720
Reversal of diminution in value of long-term investments	8.6	<b>14,813,319</b>	12,424,347
<b>Profit before taxation and workers' welfare fund</b>		<b>13,583,434</b>	29,434,535
Workers' welfare fund		<b>(271,869)</b>	(588,691)
<b>Profit before taxation</b>		<b>13,311,565</b>	28,845,844
Taxation	36	<b>(5,122,115)</b>	(8,310,883)
<b>Profit after taxation</b>		<b>8,189,450</b>	20,534,961
Earning per share - basic and diluted	37	<b>0.13</b>	0.32

The annexed notes from 1 to 46 form an integral part of these financial statements

MUHAMMAD KAMRAN  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO

JAMAL NASIM  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**ANNUAL REPORT 2022**

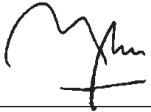
**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
<b>Profit after taxation</b>		<b>8,189,450</b>	20,534,961
<b>Other comprehensive income :</b>			
<b>Items that will not be subsequently reclassified to statement of profit or loss- net of tax:</b>			
Unrealized (loss) on re-measurement of fair value through other comprehensive income investments		(34,245,899)	(8,520,107)
Remeasurement of net defined benefit liability	21.7	(153,791)	(394,959)
Other comprehensive (loss)		(34,399,690)	(8,915,066)
<b>Total comprehensive (loss) / income for the year</b>		<b>(26,210,240)</b>	<b>11,619,895</b>

The annexed notes from 1 to 46 form an integral part of these financial statements



MUHAMMAD KAMRAN  
Chief Financial Officer



MUHAMMAD MOHSIN ALI  
President & CEO



JAMAL NASIM  
Director



FIRST CREDIT AND INVESTMENT BANK LTD.

**STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED JUNE 30, 2022**

Note	Issued, subscribed and paid-up share capital	Reserve			Deficit on remeasurement of investment classified as fair value through other comprehensive income	Total shareholder's equity
		Capital	Revenue	Statutory Reserve	Accumulated profit	
..... (Rupees) .....						
Balance as at July 01, 2020	650,000,000	-	95,027,077	95,027,077	(6,236,650)	738,790,427
Profit after tax	-	-	20,534,961	20,534,961	-	20,534,961
Transfer from OCI on account of disposal			(459,427)	(459,427)	-	(459,427)
Other comprehensive income	-	-	(394,959)	(394,959)	(8,520,107)	(8,915,066)
	-	-	19,680,575	19,680,575	(8,520,107)	11,160,468
Balance as at June 30, 2021	650,000,000	-	114,707,652	114,707,652	(14,756,757)	749,950,895
Balance as at July 01, 2021	650,000,000	-	114,707,652	114,707,652	(14,756,757)	749,950,895
Profit after tax	-	-	8,189,450	8,189,450	-	8,189,450
Transfer from OCI on account of disposal	-	-	(1,902,843)	(1,902,843)	-	(1,902,843)
Other comprehensive income	-	-	(153,791)	(153,791)	(34,245,899)	(34,399,690)
	-	-	6,132,816	6,132,816	(34,245,899)	(28,113,083)
Balance as at June 30, 2022	650,000,000	-	120,840,468	120,840,468	(49,002,656)	721,837,812

The annexed notes from 1 to 46 form an integral part of these financial statements



MUHAMMAD KAMRAN  
Chief Financial Officer



MUHAMMAD MOHSIN ALI  
President & CEO



JAMAL NASIM  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**ANNUAL REPORT 2022**

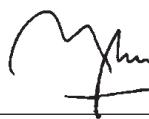
**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022**

	Note	2022 Rupees	2021 Rupees
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		13,311,565	28,845,844
<b>Adjustments for:</b>			
Depreciation	6	7,788,141	7,619,479
Gain on disposal of property and equipment		(137,991)	(197,821)
Gratuity expense	21.6	1,797,398	1,365,650
Dividend income	31	(4,404,717)	(2,417,045)
Finance cost	34	67,607,809	64,261,982
Provision for non-performing investments	8.6	-	(12,424,347)
Reversal of provision for accrued markup		(540,621)	(3,720)
Operating cash flows before working capital changes		72,110,019	58,204,178
<b>(Increase) / decrease in current assets</b>		<b>85,421,584</b>	<b>87,050,022</b>
Prepayments and other receivables	16	1,941,857	(3,329,969)
Markup/interest accrued	15	1,264,132	25,852,983
<b>Increase / (decrease) in current liabilities</b>		<b>3,205,989</b>	<b>22,523,014</b>
Accrued expenses and other payables	28	(999,132,064)	942,240,459
Cash generated from operations		(999,132,064)	942,240,459
Income tax paid		(910,504,491)	1,051,813,495
Dividend income received		(21,349,374)	(16,933,452)
Markup on finance cost paid		4,404,717	2,417,045
Net cash generated from operating activities		(55,406,731)	(68,965,821)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		<b>(72,351,388)</b>	<b>(83,482,228)</b>
Acquisition of property and equipment	6	(982,855,879)	968,331,267
Proceed from disposal of property and equipment			
Long-term investments - net			
Net investment in finance lease			
Long-term finances-net			
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long-term loans repaid		(2,053,223)	(789,586)
Cash dividend paid		783,435	280,727
Net cash used in financing activities		68,006,764	(647,369,052)
Net increase in cash and cash equivalents		217,299	567,487
<b>Cash and cash equivalents at the beginning</b>		52,356,916	98,198,362
<b>Cash and cash equivalents at the end</b>	38	119,311,191	(549,112,062)

The annexed notes from 1 to 46 form an integral part of these financial statements



MUHAMMAD KAMRAN  
Chief Financial Officer

MUHAMMAD MOHSIN ALI  
President & CEO



JAMAL NASIM  
Director

**FIRST CREDIT AND INVESTMENT BANK LTD.**

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2022**

### **1 LEGAL STATUS AND OPERATIONS**

- 1.1** First Credit and Investment Bank Limited ("the Investment Bank") was incorporated in Pakistan on August 31, 1989 as a private company with its liability limited by shares under the name of 'First Credit and Discount Corporation (Private) Limited', converted into a public company. Subsequently, the name of the Investment Bank was changed to First Credit and Investment Bank Limited. During the year ended June 30, 2009, the Investment Bank was listed on the Karachi Stock Exchange (now Pakistan Stock Exchange) Limited by way of issue of shares to general public. The registered office of the Investment Bank is situated at 2nd floor, Sidco Avenue Centre, Stratchen Road, R.A. Lines, Karachi, Pakistan. The Investment Bank is an associated undertaking of Water and Power Development Authority (WAPDA) and National Bank of Pakistan (NBP) which each holds 30.77% shareholding in the Investment Bank.
- 1.2** The Investment Bank is licensed to undertake business of investment finance services as a Non-Banking Finance Company under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 ("the NBFC Rules") issued by the Securities and Exchange Commission of Pakistan (SECP). The Investment Bank is holding the status of Non Deposit Taking with effect from July 01, 2018.

The VIS has up-graded the Investment Bank credit rating from 'A-' (A minus) to 'A' (A) for long & medium term and maintained short term at 'A-2' (A Two) on December 31, 2021. The outlook of the rating is stable.

### **2 BASIS OF PREPARATION**

#### **2.1 Statement of compliance**

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards applicable in Pakistan comprise of International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; provisions of and directives issued under the Companies Act, 2017 along with part VIIIA of the repealed Companies Ordinance, 1984; and Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations). Where provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017, part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

#### **2.2 Basis of measurement**

These financial statements have been prepared under the historical cost convention, except for the measurement of certain financial instruments at fair value and at amortized costs and retirement benefits at present value.

#### **2.3 Functional and presentation currency**

These financial statements are presented in Pakistani Rupee, which is the Investment Bank's functional and presentation currency. All financial information presented in Pakistani Rupee has been rounded to the nearest Pakistani Rupee.



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### **2.4 Use of estimates and judgments**

The preparation of the financial statements in conformity with approved accounting standards as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenditures. Actual results may differ from these estimates.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the judgments about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. These estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

In preparing these financial statements, the significant judgment made by the management in applying accounting policies include:

- (a) - Current and deferred taxation (Note 5.9 and 12.1)
- (b) - Impairment (Note 5.2.3)
- (c) - Provisions, commitment and contingent liabilities (Note 5.11 and 30)
- (d) - Staff retirement benefits (Note 5.10)
- (e) - Depreciation and amortization on fixed and intangible assets (Note 5.1)

### **3 SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS DURING THE YEAR**

A novel strain of coronavirus (COVID-19) that first surfaced in China was classified as a pandemic by the World Health Organization on 11 March 2020, impacting countries globally including Pakistan. Government of Pakistan has taken certain measures to reduce the spread of the COVID-19 including lockdown of businesses, suspension of flight operations, intercity movements, cancellation of major events etc. These measures have resulted in an overall economic slowdown, disruptions to various business and significant volatility in the Pakistan Stock Exchange (PSX). However, currently, the potential impacts from COVID-19 remain uncertain, including, among other things, on economic conditions, businesses and consumers. The extent of these impacts on the Company are unclear. The Company is conducting business with some modifications to employee working and cancellation of certain events, among other modifications while following all necessary Standard Operating Procedures (SOPs). The Company will continue to actively monitor the situation and may take further actions that alter its business operations as may be required by federal, provincial or local authorities or that are in the best interests of our employees, customers, partners, suppliers and stockholders. However, the management based on its assessment considered that there would be no significant impact that will adversely affect its businesses, results of operations and financial condition in future period.

### **4 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS**

#### **4.1 Standards, interpretations and amendments to approved accounting standards that are not yet effective**

The following standards, amendments and interpretations with respect to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard or interpretation:



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Standard or Interpretation	Effective date (Annual periods beginning on or after)
- IFRS 3 - Revised Conceptual Framework (Amendments)	January 01, 2022
- IFRS 9 - Financial Instruments: Classification and Measurement	January 01, 2022
- IAS 16 – Property, Plant and Equipments: proceeds before intended use	January 01, 2022
- IAS 37 - Onerous Contracts: cost of fulfilling a contract	January 01, 2022
- IAS 1 - Classification of Liabilities as Current or Non-current (Amendments)	January 01, 2023
- IAS 1 - Disclosure of Accounting Policies (Amendments)	January 01, 2023
- IAS 8 - Definition of Accounting Estimates (Amendments)	January 01, 2023
- IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments)	January 01, 2023

The above standards and amendments are not expected to have any material impact on the Investment Bank's financial statements in the period of initial application.

### **4.2 Standards, amendments to approved accounting standards and interpretations that are not yet effective and have not been early adopted by the Investment Bank**

The following new standards, amendments to published standards and interpretations would be effective from the dates mentioned below against the respective standard or interpretation.

Standard or Interpretation	Effective Date (Annual periods beginning on or after)
IAS 1 - Classification of Liabilities as Current or Non-current (Amendments)	January 1, 2023
IAS 1 - Disclosure of Accounting Policies (Amendments)	January 1, 2023
IAS 8 - Definition of Accounting Estimates (Amendments)	January 1, 2023
IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments)	January 1, 2023

There are number of other standards, amendments and interpretations to the approved accounting standards that are not yet effective and are also not relevant to the Investment Bank and therefore, have not been presented here.



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## **5 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

### **5.1 Fixed assets**

#### **Property and equipment**

These are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Depreciation is charged to statement of profit or loss using the straight line method whereby the depreciable cost of an asset is written-off over its estimated useful life at straight line rates specified in note 6 to the financial statements. In respect of additions and disposals during the year, depreciation is charged from the month of acquisition and up to the month preceding the disposal, respectively.

Subsequent costs are included in the book value as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Investment Bank and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the statement of profit or loss during the year in which they are incurred.

Maintenance and normal repairs are charged to statement of profit or loss as and when incurred.

Gains or losses on disposal or retirement of property and equipment are taken to statement of profit or loss.

#### **Intangible assets**

Intangible assets are stated at cost less accumulated amortization and accumulated impairment losses, if any. The amortizable cost of intangible asset is amortized over its estimated useful life, using straight line method at rate specified in note 7 to the financial statements.

### **5.2 IFRS 9 - Financial Instruments**

#### **5.2.1 Financial assets**

##### **5.2.1.1 Classification**

The Investment Bank classifies its financial assets in the following categories: financial assets at amortized cost, financial assets at fair value through profit or loss (FVTPL) and financial assets at fair value through other comprehensive income (FVOCI). The classification depends on the business model in which the financial asset is managed and its contractual cash flows. The management determines the appropriate classification of its financial assets at initial recognition and it evaluates this classification on a regular basis.

The assessments have been made on the basis of the facts and circumstances that existed at the date of initial application about the determination of business model within which a financial asset is held and the designation and revocation of previous designation of certain financial assets as measured at FVTPL.

The financial assets are categorized as follows:

#### **Financial asset at amortized cost**

Financial asset is held within a business model whose objective is to collect the contractual cash flows, and the contractual terms give rise to cash flows that are solely payments of principal and interest (SPPI) are classified as financial asset at amortized cost.



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Financial asset at fair value through Other Comprehensive Income

### **Debt investment**

Debt investment where the contractual cash flows are SPPI and the objective of the business model includes both by collecting contractual cash flows and selling financial assets are classified as financial asset at fair value through other comprehensive income.

### **Equity investment**

Equity investment which are not held for trading, and which has irrevocably elected at initial recognition to recognize as fair value through other comprehensive income (generally strategic investment) are classified as financial asset at fair value through other comprehensive income.

### **Financial asset at fair value through profit or loss**

#### **Debt investment**

Debt investments that do not qualify for measurement at either amortized cost or FVOCI are classified as financial asset at fair value through profit or loss.

#### **Equity investment**

Equity investments that are held for trading, and equity investments for which the entity has not elected to recognize fair value gains and losses through other comprehensive income are classified as financial asset at fair value through profit or loss.

#### **5.2.1.2 Trade date accounting**

All purchases and sales of investments that require delivery within the time frame established by the regulations or market conventions are recognized on the trade date. Trade date is the date on which the Investment Bank commits to purchase or sell the investments.

#### **5.2.1.3 Initial recognition and measurement**

Financial assets are initially recognized at fair value plus transaction costs except for financial assets carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in profit or loss.

#### **5.2.1.4 Subsequent measurement**

##### **Financial asset at amortized cost**

Subsequent to initial recognition, financial assets classified as amortized cost are carried at amortized cost using the effective interest method.

Gains or losses are also recognized in the statement of profit or loss when financial assets carried at amortized cost are derecognized or impaired.

##### **Financial asset at fair value through other comprehensive income**

Subsequent to initial recognition, financial assets classified as fair value through other comprehensive income are carried at fair value using valuation methodology.

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through other comprehensive income are taken to the statement of other comprehensive income.



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### **Financial asset at fair value through profit or loss**

Subsequent to initial recognition, financial assets classified as fair value through profit or loss are carried at fair value using valuation methodology.

Net gains and losses arising from changes in the fair value and on sale of financial assets at fair value through profit or loss are taken to the statement of profit or loss.

#### **5.2.1.5 Derecognition**

Financial assets are derecognised when the contractual right to future cash flows from the asset expires or is transferred along with the risk and reward of ownership of the asset. Any gain or loss on derecognition of the financial assets is taken to statement of profit or loss currently.

#### **5.2.2 Financial liability**

##### **5.2.2.1 Classification**

###### **Financial liability at amortized cost**

All financial liabilities are subsequently measured at amortized cost, except for those measured at fair value through profit or loss.

###### **Financial liability at fair value through profit or loss**

Financial liabilities designated as at fair value through profit or loss requires that the amount of change in the fair value of a financial liability that is attributable to changes in the credit risk of that liability is presented in other comprehensive income, unless the recognition of such changes in other comprehensive income would create or enlarge an accounting mismatch in statement of profit or loss.

##### **5.2.2.2 Initial recognition and measurement**

Financial liabilities are initially recognized at fair value less transaction cost except for financial liabilities carried at fair value through profit or loss. Financial liabilities carried at fair value through profit or loss are initially recognized at fair value while the related transaction cost are expensed out in statement of profit or loss. Financial liabilities are not recognized unless one of the parties has performed it part of the contract or the contract is a derivative product.

##### **5.2.2.3 Subsequent measurement**

###### **Financial liability at amortized cost**

Financial liabilities, other than fair value through profit or loss are measured at amortized cost using the effective yield method.

Gains or losses are also recognized in the statement of profit or loss when financial liabilities carried at amortized cost are derecognized.

###### **Financial liability at fair value through profit or loss**

Subsequent to initial recognition, financial liabilities classified as fair value through profit or loss are carried at fair value using market rate of interest.

Net gains and losses arising from changes in the fair value due to change in credit risk are taken to other comprehensive income and other change in fair value and on sale of financial liabilities at fair value through profit or loss are taken to the statement of profit or loss.



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### **5.2.2.4 Derecognition**

Financial liabilities are derecognised when they are extinguished, that is, when the obligation specified in the contract is discharged, cancelled, or expires. Any gain or loss on derecognition of the financial liabilities is taken to statement of profit or loss currently.

### **5.2.3 Impairment**

The carrying value of the Investment Bank's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If such an indication exists, the recoverable amount of such asset is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

Impairment loss in respect of financial assets classified as fair value through other comprehensive income (other than debt securities) is recognized based on management's assessment of objective evidence of impairment as a result of one or more events that may have an impact on the estimated future cash flows of the investments. A significant or prolonged decline in fair value of an equity investment below its cost is also considered an objective evidence of impairment. The determination of what is significant or prolonged requires judgment.

In case of impairment of financial assets at FVOCI, the cumulative loss that has been recognized directly in statement of comprehensive income is taken to the statement of profit or loss.

Other individually significant financial assets are tested for impairment on an individual basis. The remaining financial assets are assessed collectively in groups that share similar credit risk characteristics. All impairment losses are recognized in the statement of profit or loss.

### **5.3 Derivatives instruments**

Derivative instruments are stated at fair value at the reporting date. The fair value of derivatives is equivalent to the unrealized gain or loss from marking the derivatives to market using prevailing market rates at the reporting date. Derivatives with positive market values (unrealized gains) are included in other assets and derivatives with negative market values (unrealized losses) are included in other liabilities. The corresponding gains and losses are included in the statement of profit or loss.

### **5.4 Securities under repurchase and reverse repurchase agreements**

Transactions of repurchase / reverse repurchase of investments securities are entered into at contracted rates for specified periods of time and are accounted for as follows:

#### **Re-purchase agreements**

Securities sold with a simultaneous commitment to repurchase at a specified future date (repo) continue to be recognized in the statement of financial position and are measured in accordance with accounting policies for investments. The counter party liability for amounts received under these agreements is included in borrowings from banks /financial institutions. The difference between sale and repurchase price is treated as mark-up on borrowings from banks/financial institutions and accrued over the life of the repo agreement.

#### **Reverse repurchase agreements**

Securities purchased with a corresponding commitment to resell at a specified future date (reverse repo) are not recognized in the statement of financial position. Amounts paid under these agreements are recorded as funds placements. The difference between purchase and resale price is treated as return from fund placements with financial institutions and accrued over the life of the reverse repo agreement.



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### **5.5 Margin Trading System (MTS) transactions**

Receivable against MTS transactions are recorded at the fair value of the consideration given. The MTS transactions are accounted for on the settlement date. The difference between the purchase and sale price is treated as income from MTS transactions and recognized in the statement of profit or loss over the term of the respective transaction.

### **5.6 Term finance / credit facilities / loans**

Term finances originated by the Investment Bank are stated net of provision for losses, if any on such assets. The specific provision for bad and doubtful loans, if any, is determined in accordance with the requirements of the NBFC Regulations. Loans are written off when there is no realistic prospect of recovery.

### **5.7 Net investment in finance lease**

Leases in which the Investment Bank transfers substantially all the risks and rewards incidental to the ownership of an asset to the lessees are classified as finance leases. A receivable is recognized at an amount equal to the present value of the minimum lease payments, including any guaranteed residual value which are included in the financial statements as "net investment in finance leases".

### **5.8 Cash and cash equivalents**

Cash and cash equivalents are carried in the statement of financial position at cost. For the purpose of statement of cash flow, cash and cash equivalents' comprise of cash in hand, balances in current accounts with banks, short-term bank deposits, short-term placements, short-term running finance and short-term repo borrowings.

### **5.9 Taxation**

#### **Current**

The provision for current taxation is based on taxable income at current tax rates after taking into account tax credits, rebates and exemptions available, if any. However, for income covered under final tax regime, taxation is based on applicable tax rates under such regime. The charge for current tax also includes adjustments where necessary relating to prior years which arise from assessments framed / finalized during the year.

#### **Deferred**

Deferred tax is recognized using the liability method in respect of all temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts used for financial reporting purpose. Deferred tax asset is recognized for all deductible temporary differences and tax losses, if any, to the extent that it is probable that the temporary differences will reverse in the future and the taxable profits will be available against which the temporary differences and tax losses can be utilized.

The carrying amount of deferred tax asset is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow the deferred tax asset to be utilized.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the tax rates that have been enacted at the reporting date.



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### **5.10 Staff retirement benefits**

#### **5.10.1 Defined benefit plan**

The Investment Bank operates an approved funded gratuity scheme for its permanent employees. The net defined benefit liability recognized in the statement of financial position in respect of defined benefit gratuity scheme, is the present value of the defined benefit obligation both computed at the reporting date less the fair value of plan assets. An independent actuary using the projected unit credit actuarial cost method calculates the defined benefit obligation periodically. Last valuation was carried out the reporting date. Amounts arising as a result of re-measurements, representing the actuarial gains and losses and the difference between the actual investment returns and the return implied by the net interest cost are recognized in the statement of financial position immediately, with a charge or credit to other comprehensive income in the periods in which they occur.

#### **5.10.2 Defined contribution plan**

The Investment Bank also operates a recognized contributory provident fund for all of its regular employees. Equal monthly contributions are made, both by the Investment Bank and the employees to the fund at the rate of 10% of basic salary.

### **5.11 Provisions, contingent assets and contingent liabilities**

Provisions are recognized when the Investment Bank has a present legal or constructive obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

Provisions for legal disputes, onerous contracts or other claims are recognized when the Investment Bank has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Investment Bank and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time value of money is material.

Any reimbursement that the Investment Bank can be virtually certain to collect from a third party with respect to the obligation is recognized as a separate asset. However, this asset may not exceed the amount of the related provision.

No liability is recognized if an outflow of economic resources as a result of present obligations is not probable. Such situations are disclosed as contingent liabilities unless the outflow of resources is remote.

### **5.12 Accrued and other liabilities**

Other liabilities are measured at amortized cost which equals / estimated fair value of the consideration to be paid in the future for goods and services received by the Investment Bank.



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### **5.13 Proposed dividend and transfer between reserves**

Proposed dividend are transferred between reserves, except appropriations which are required by law, made subsequent to the reporting date are considered as non-adjusting events and are recognized in the financial statements in the period in which such dividends are declared / transfers are made.

Dividend distribution to the shareholders is recognized as a liability in the period in which it is approved by the shareholders.

### **5.14 Finance cost**

Finance costs are recognized as an expense in the year in which these are incurred except to the extent of borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying assets. Such borrowing costs, if any, are capitalized as part of the cost of the relevant assets.

### **5.15 Revenue recognition**

- a) Return on term finances and funds placements, is recognized on time proportion basis taking into account the principal / net investment outstanding and applicable rates of profit thereon except in case of classified loans on which income is recognized on receipt basis.  
Interest / markup on rescheduled / restructured advances and investments is recognized in accordance with the guidelines given in the NBFC Regulations.
- b) Return on government securities and term finance certificates represents interest income earned which are recognized at rate of return implicit in the instrument on a time proportionate basis.
- c) Dividend income on equity investments and units of mutual funds is recognized when the right to receive the dividend is established.
- d) Income from fees, commission and brokerage is recognized, when such services are provided.
- e) Other income is recognized as and when incurred.
- f) The Investment Bank follows the 'financing method' in accounting for recognition of finance lease. The total unearned finance income i.e. the excess of aggregate installment contract receivables plus residual value over the cost of the leased asset is deferred and then amortized over the term of the lease, so as to produce a systematic return on the net investment in finance leases.
- g) Revenue from finance leases is not accrued when rent is past due by ninety days or more.
- h) Front end fee and other lease related income is recognized as income on receipt basis.

### **5.16 Earnings per share (EPS)**

The Investment Bank presents basic and diluted earnings per share (EPS). Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Investment Bank by the weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares, if any.



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### **5.17 Financial instruments**

Financial assets and liabilities are recognized when the Investment Bank becomes a party to the contractual provisions of the instrument and de-recognized when the Investment Bank loses control of the contractual rights that comprise the financial asset and in case of financial liability when the obligation specified in the contract is discharged, cancelled or expired.

### **5.18 Offsetting of financial assets and financial liabilities**

Financial assets and financial liabilities are offset and the net amount is reported in the financial statements only when the Investment Bank has a legally enforceable right to set-off the recognized amounts and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

### **5.19 Related party transactions**

All transactions with related parties are carried out by the Investment Bank at arm's length prices using the comparable uncontrolled valuation method.

## **6 PROPERTY AND EQUIPMENT**

	Note	2022 Rupees	2021 Rupees
Operating fixed assets	6.1	<b>6,480,262</b>	8,302,899
Right of use assets	6.2	<b>4,569,324</b>	9,127,049
		<b><u>11,049,586</u></b>	<u>17,429,948</u>



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### 6.1

	Furniture & Fittings	Office equipment	Computers	Air Conditioners	Vehicles	Leasehold Improvements	Total
	(Rupees).....						
<b>Year ended June 30, 2021</b>							
Opening net book value	-	115,552	923,419	115,380	9,480,424	-	10,634,775
Additions during the year	-	157,746	577,840	54,000	-	-	789,586
Disposals							
Cost	-	-	106,590	-	1,851,137	-	1,957,727
Accumulated depreciation	-	-	(23,684)	-	(1,851,137)	-	(1,874,821)
Depreciation for the year	-	(39,114)	(429,314)	(49,393)	(2,520,735)	-	(3,038,556)
Closing net book value	-	234,184	1,154,851	119,987	6,959,689	-	8,302,899
<b>As at June 30, 2021</b>							
Cost	1,141,088	2,190,843	5,234,139	1,590,662	14,288,440	6,200,000	30,645,172
Accumulated depreciation	(1,141,088)	(1,956,659)	(4,245,100)	(1,470,675)	(7,328,751)	(6,200,000)	(22,342,273)
Net book value	-	234,184	989,039	119,987	6,959,689	-	8,302,899
<b>Year ended June 30, 2022</b>							
Opening net book value	-	234,184	989,039	119,987	6,959,689	-	8,302,899
Additions during the year	476,276	224,978	516,083	477,116	-	358,770	2,053,223
Disposals							
Cost	-	-	-	-	(1,335,400)	-	(1,335,400)
Accumulated depreciation	-	-	-	-	689,956	-	689,956
Depreciation for the year	(17,817)	(73,846)	(564,726)	(69,727)	(2,498,320)	(5,980)	(3,230,416)
Closing net book value	458,459	385,316	940,396	527,376	3,815,925	352,790	6,480,262
<b>As at June 30, 2022</b>							
Cost	1,617,364	2,415,821	5,750,222	2,067,778	12,953,040	6,558,770	31,362,995
Accumulated depreciation	(1,158,905)	(2,030,505)	(4,809,826)	(1,540,402)	(9,137,115)	(6,205,980)	(24,882,733)
Net book value	458,459	385,316	940,396	527,376	3,815,925	352,790	6,480,262
Annual rates of depreciation	15%	20%	33%	15%	20%	20%	

- 6.2** This represents the Company's right to use the office premises 2nd floor, Sidco Avenue Centre, Stratchen Road, R.A. Lines, Karachi obtained under lease agreement. The principal terms and conditions of these lease arrangements are as follows.:

Lessor Name	National Bank of Pakistan
Lease agreement date	30-Jun-20
Lease commencement date	30-Jun-20
Initial lease term	3 years
No. of years for which the lease extension option is available	Indefinite

- 6.2.1** The lease term used in the measurement of the right-of-use asset and the related lease liability has been restricted to the aforementioned initial lease term since the Company, after giving due consideration to the factors that might create an economic incentive for the Company to extend the leases, has concluded that, at the lease commencement date, it was not reasonably certain to exercise the said extension options.

\* Fixed asset amounting to Rs. 16,257,972 has been fully depreciated.



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7 INTANGIBLE ASSETS	Note	2022		2021	
		Rupees		Rupees	
<b>-Software</b>					
Opening net book value			-	-	-
Additions during the year			-	-	-
Amortization for the year			-	-	-
Closing net book value			-	-	-
<b>As at June 30</b>					
Cost		2,303,930		2,303,930	
Accumulated amortization		(2,303,930)		(2,303,930)	
Net book value		-		-	
Annual rates of amortization		33%		33%	
<b>8 LONG-TERM INVESTMENTS</b>					
<b>At amortised cost</b>					
- Term finance certificates/sukuk - listed	8.1	-		-	-
- Term finance certificates/sukuk - unlisted	8.2	11,357,224		11,357,224	
		11,357,224		11,357,224	
<b>At fair value through other comprehensive income</b>					
- Pakistan Investment Bonds PIBs	8.3	318,030,000		353,127,200	
- Quoted shares	8.4	1,443,416		1,480,315	
- Term finance certificates - listed	8.5	-		-	
		319,473,416		354,607,515	
Total investments		330,830,640		365,964,739	

### 8.1 Term finance certificates / sukuk - listed

Number of Certificates	Par Value	Investee	Note	Cost	
				2022	2021
3,995	3,995	5,000	Commercial Bank Summit Bank Limited	8.1.1	19,915,276
10,000	10,000	5,000	Oil & Gas Marketing Company Hascol Petroleum Limited	8.1.2	12,500,000
			Less: Provision for the year	8.1.1	32,415,276
			Less: Current maturity	8.1.3	(32,415,276)
					-
					19,915,276
					12,500,000
					32,415,276
					(4,907,762)
					(27,507,514)
					-

- 8.1.1** This represents term finance certificates issued on October 27, 2011 for a period of seven years. Markup payment are made semi annually at the rate of 6 month KIBOR+3.25% (2021: 6 month KIBOR+3.25%). These are due to mature on October 27, 2022, an extended period duly approved by the TFC holders and in principal approval of SBP. The Investment Bank has evaluated overall situation vis-à-vis Issuer's intention and ability to pay; accordingly, concluded that both the elements exist as it acknowledges the debt and there are no restrictions on its operations while the payment is delayed due to minimum capital requirements (locked-in-clause governed by clause 4.1.1. of the 'Declaration of Trust'). Therefore, considering the history of no default by the issuer and better future prospects in terms of equity injection by the sponsors and regular oversight of the SBP, the Investment Bank considers that there is no need to maintain provision against the outstanding balance of the term finance certificates in these financial statements.



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- 8.1.2** This represents sukuk certificates issued on January 07, 2016 for a period of six years including one year grace period. Profit payment are due for payment on quarterly basis at the rate of 3 month KIBOR+1.5% per annum ( 2021: 3 month KIBOR+1.5% per annum). These were due to mature on January 07, 2022. These are secured against first exclusive Hypothecation charge on all present fixed assets at Shikarpur Depot, Machike Depot and 17 petrol pumps with 25% margin. The Investment Bank has classified the receivable as non-performing due to default in last two installments and the provision was considered taking into account the forced sale value of the security in accordance with requirements of NBFC and applicable financial reporting framework.
- 8.1.3** This includes current maturity related to Hascol Petroleum Limited and Summit Bank Limited amounting to Rupees 12.5 million and 19.915 miilion respectively.

### **8.2 Term finance certificates/sukuk - unlisted**

Number of Certificates		Par Value	Investee	Amortized cost	
				2022	2021
Rupees					
8,000	8,000	5,000	<b>Cable &amp; electrical goods</b> New Allied Electronics Industries (Private) Limited - sukuk (refer note 8.2.1)	<b>38,160,166</b>	38,160,166
5,000	5,000	5,000	<b>Textile Spinning</b> Amtex Limited - sukuk (refer note 8.2.2)	<b>18,750,001</b>	18,750,001
28,000	28,000	5,000	<b>Three Star Hosiery (Private) Limited - sukuk</b> (refer note 8.2.3)	<b>113,400,000</b>	122,415,000
860	860	5,000	<b>Textile Composite</b> Azgard Nine Limited - TFC (refer note 8.2.4)	<b>4,300,000</b>	4,300,000
10,000	10,000	5,000	<b>Miscellaneous</b> Eden Housing Limited - sukuk (refer note 8.2.5)	<b>6,560,000</b>	6,560,000
				<b>181,170,167</b>	<b>190,185,167</b>
			Less: Provision for non-performing investments	<b>(169,812,943)</b>	<b>(178,827,943)</b>
			Less: Current maturity (refer note 13)	<b>-</b>	<b>-</b>
				<b>11,357,224</b>	<b>11,357,224</b>

- 8.2.1** This represents sukuk certificates issued on December 03, 2007 for a period of five years and markup rate of 3 month KIBOR + 2.20% with a floor of 7% and cap of 20% payable half yearly. These certificates are secured against bank guarantee of First Dawood Investment Bank Limited and ranking charge over present and future assets of the company. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made provision of the entire amount.
- 8.2.2** This represents sukuk certificates issued on October 12, 2007 for a period of five years and markup rate of 3 month KIBOR + 2% with a floor of 11% and cap of 25% payable quarterly . These certificates are secured against bank guarantee of Bank of Punjab.

The recovery against these sukuk certificates is under litigation and as per orders of the Lahore High Court (LHC), the guarantor has deposited the amount of guarantee against all outstanding rentals amounting Rs. 529,734,801 with the Deputy Registrar, LHC. Subsequently, the LHC vide its Order dated 06-05-2016 order to release the amount deposited with the Deputy Registrar LHC to the applicant (the Trustee), however, a Divisional Bench of LHC issued stay order at the appeal of the Issuer. The proceeding against the appeal is under process. This has been classified as non performing investment by the Investment Bank under loss category. The Investment Bank has made adequate provision after considering security amount.



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- 8.2.3** This represents sukuk certificates issued on August 05, 2008 for a period of five years and markup rate of 3 month KIBOR + 3.25% with a floor of 11% and cap of 25%. These certificates are secured against bank guarantee of First Dawood Investment Bank and ranking charge over assets of the investee. This was due to mature on August 06, 2013. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made entire amount provision. The Investment Bank has filed suit to recover the amount in Sindh High Court Karachi in year 2012.
- 8.2.4** This represents term finance certificates issued on March 01, 2014 at 'Zero' rate for a period of three years.These were issued under Master Restructuring Agreements dated December 01, 2010 and matured on March 31, 2017. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made provision of entire amount.
- 8.2.5** This represents sukuk certificates issued on December 31, 2007 for a period of five years and markup rate of 6 month KIBOR + 2.5% with a floor of 7% and cap of 20% payable semi-annually.These certificates have been restructured and rescheduled on January 10, 2010 and matured on June 29, 2014. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made entire amount provision of the principal amount after considering Forced Sale Value of the collateral as per NBFC's & NE's Regulations.
- 8.3** It represents investments in Pakistan Investment Bonds issued by GOP having stated maturity of 5 and 10 years.
- 8.3.1** The above investments issued by the Government are held at fair value through other comprehensive income. The profile of return on these securities are as follows:

	2022	2021 ----- % per annum -----
Yield rate on PIBs.	<u>11.5-13.5</u>	<u>8.7-8.74</u>
Markup on PIBs	<u>9-9.5</u>	<u>9-9.5</u>

### **8.4 Quoted shares**

Number of Certificates	Par Value	Investee Company	Carrying value	Market Value	Carrying value	Market Value
			2022		2022	
				Rupees		
217,055	217,055	Agritech Limited (refer note 8.4.1)	3,342,647 3,342,647	1,443,416 1,443,416	3,342,647 3,342,647	1,480,315 1,480,315
		Less: Impairment against investments	-	-	-	-
			3,342,647	1,443,416	3,727,647	1,480,315
		Less: Deficit on remeasurement (refer note 8.7 & 20)	(1,899,231) 1,443,416	- 1,443,416	(1,862,332) 1,480,315	- 1,480,315

- 8.4.1** This represents 217,055 (2021: 217,055) shares of Agritech Limited acquired from Azgard Nine Limited as part of multiple agreements including the Master Restructuring Agreement (MRA).These shares were subject to restriction on transfer and were pledged in favor of Faysal Bank Limited in its capacity as the trustee of the TFC issue under Share Transfer and Debt Settlement Agreement.



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### 8.5 Term finance certificates - Listed

Number of Certificates		Par Value	Investee Company	Cost	Market Value	Cost	Market Value
2022	2021			2022		2021	
Rupees							
			<b>Textile Composite</b> Azgard Nine Limited (refer note 8.5.1)	6,218,207	6,218,207	6,218,207	6,218,207
4,000	4,000	5,000					
			<b>Technology and Communication</b> Worldcall Telecom Limited (refer note 8.5.2)	10,268,383 16,486,590	10,268,383 16,486,590	11,158,940 17,377,147	11,158,939 17,377,146
				(16,486,590)	(16,486,590)	(17,377,147)	(17,377,147)
			Less: Provision against non-performing investments	-	-	-	-
			Less: Current maturity (refer note 13)	-	-	-	-

- 8.5.1** This represents Term Finance Certificates issued on September 20, 2005 at the rate of 6 month KIBOR + 2.4%. These certificates have been restructured and rescheduled under Master Restructuring Agreement (MRA) dated December 1, 2010, and was due to mature on September 20, 2017. This has been classified as non performing investment by the Investment Bank under loss category and the Investment Bank has made 100% provision of the principal amount after considering FSV of the collateral as per NBFC's & NE's Regulations. These certificates are secured by first pari passu charge on the present and future assets of the investee Company.
- 8.5.2** This represents Term Finance Certificates issued on October 07, 2008 for a period of five years. Markup payment are made semi annually at the rate of 6 month KIBOR + 1.6%. The issue is secure by first pari passu charge on the present and future fixed assets of the investee Company. These were due to mature on October 7, 2015. Further, these TFCs are restructured on April 28, 2018 and due to mature on September 20, 2026. This has been classified as non performing investment under loss category and the Investment Bank has made provision of entire amount.

8.6	<b>PROVISION FOR DIMINUTION IN VALUE OF LONG-TERM INVESTMENTS</b>	Note	2022	2021
			Rupees	Rupees
	Balance at the beginning of the year		201,105,412	213,537,199
	Charged for the year		3,720	-
	<b>Reversal during the year</b>			
	- Reversal against accrued mark-up		-	(3,720)
	- Three Star Hosiery		(9,015,000)	(7,085,000)
	<b>- Provision against the TFC's</b>			
	- Azgard Nine Limited		-	(289,471)
	- World Call Telecom		(890,557)	-
	- Summit Bank		(4,907,762)	(5,049,876)
	Reversal for the year		(14,809,599)	(12,431,787)
	<b>Balance at the end of the year</b>		186,299,533	201,105,412



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	Note	2022 Rupees	2021 Rupees
<b>8.7 DEFICIT ON REMEASUREMENT OF LONG-TERM INVESTMENTS - Fair value through other comprehensive income</b>			
Balance at the beginning of the year		<b>1,344,334</b>	2,076,832
Charge during the year		<b>36,899</b>	(732,498)
Balance at the end of the year	8.4	<b>1,381,233</b>	1,344,334
<b>9 LONG-TERM LOANS AND FINANCES</b>			
Loan to employees	9.1	<b>2,500,364</b>	4,354,989
Loan to others- term finance facility (secured)		<b>291,659,689</b>	268,795,725
	9.2	<b>294,160,053</b>	273,150,714
<b>9.1 Loan to employees</b>			
Housing loan - secured			
- Executives	9.1.1 & 9.1.2	-	10,835
- Employees	9.1.2	<b>552,500</b>	1,307,192
Mark-up receivable on house loans	9.1.2	<b>552,500</b>	1,318,027
		<b>389,070</b>	1,218,406
		<b>941,570</b>	2,536,433
Other loans - unsecured			
- Executives	9.1.1	<b>2,629,819</b>	3,708,276
- Employees	9.1.3	<b>333,462</b>	780,503
		<b>2,963,281</b>	4,488,779
Current portion			
- House loans		<b>(147,972)</b>	(2,362,256)
- Other loans		<b>(1,256,515)</b>	(307,967)
	13	<b>(1,404,487)</b>	(2,670,223)
		<b>2,500,364</b>	4,354,989

**9.1.1 Reconciliation of carrying amount of chief executives and executives is as follows:**

	Chief Executive Officer	Executives	Total	2022		2021	
				2022 Rupees.....	2021 Rupees.....	Chief Executive Officer	Executives
Opening balance		2,944,000	775,111	<b>3,719,111</b>	-	911,683	911,683
Disbursed		-	4,102,750	<b>4,102,750</b>	3,840,000	799,000	4,639,000
Transfer		-	-	-	-	-	-
Payment/(Receipt)		<b>(2,944,000)</b>	<b>(2,248,042)</b>	<b>(5,192,042)</b>	(896,000)	(935,572)	(1,831,572)
		<b>-</b>	<b>2,629,819</b>	<b>2,629,819</b>	2,944,000	775,111	3,719,111



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These loans and advances have been made in compliance with the requirements of the Companies Act, 2017.

- 9.1.2** These represent loans provided to the executives and employees for purchase of property in accordance with the human resource policy and are repayable on monthly basis over a period of 15 years. These loans carry mark-up rate at 4% (2021: 4%) per annum. These loans are secured against mortgage of properties.
- 9.1.3** These represent loans provided to the executives and employees and are repayable on monthly basis over a period upto 3 years. These loans are unsecured and interest free.

	Note	2022 Rupees	2021 Rupees
<b>9.2</b> <b>Loan to others - term finance facility</b>			
<b>(secured) - interest bearing</b>			
Gharibwal Cement Limited	9.2.1	-	3,040,000
Chenab Limited	9.2.2	<b>14,366,283</b>	14,978,125
Hashwani Hotels Limited	9.2.3	<b>7,142,858</b>	21,428,572
Tandlianwala Sugar Mills Limited	9.2.4	<b>49,375,000</b>	74,062,500
Pioneer Cement Limited	9.2.5	<b>69,997,999</b>	89,997,999
Power Cement Limited	9.2.6	<b>80,745,861</b>	80,745,861
Technology Links (Private) Limited	9.2.7	<b>13,333,332</b>	-
Shakarganj Sugar Mills Limited	9.2.8	<b>11,250,000</b>	56,250,000
Hussain Sugar Mills Limited	9.2.9	<b>100,000,000</b>	88,235,294
Ziauddin Ahmed & Co. Pvt. Ltd.	9.2.10	<b>30,000,000</b>	-
Loans to an individual	9.2.11	<b>3,000,000</b>	4,400,000
		<b>379,211,333</b>	433,138,351
<b>Non - interest bearing</b>		-	-
		<b>379,211,333</b>	433,138,351
Less: Provision for impairments	9.2.12	<b>(929,037)</b>	(929,037)
Less: Current maturity	13	<b>(86,622,607)</b>	(163,413,589)
		<b>291,659,689</b>	<b>268,795,725</b>

- 9.2.1** This represents term finance facility extended on September 09, 2005 for a period of ten years. Markup payment are made at the rate of 3 month KIBOR and forzen markup payments are paid in a six year time. This was restructured on March 01, 2013 and is due to mature on February 28, 2023. This is secured by pari passu charge over all fixed assets of the borrower.
- 9.2.2** This represents term finance facility issued on January 30, 2008 for a period of five years at markup rate of 6 month KIBOR + 3% .The facility is secured against first pari passu charge over fixed assets. This was due to mature on January 30, 2013. The Investment Bank has classified the amount and accordingly made provision of entire amount after considering FSV of the collateral held as per NBFC and NE regulations. The Investment Bank has filed suit to recover the outstanding amount in Banking Court. The case is still pending in the court.



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- 9.2.3** This represents participation in syndicated term finance facility. The tenor of the facility is seven years at markup rate of 6 month KIBOR+ 2.30% upto two principal repayments and thereafter 6 month KIBOR+ 1.80%. Facility is secured by way of charge over fixed assets with 25% margin of Marriott Hotel Karachi.
- 9.2.4** This represents participation in syndicated term finance facility. The tenor of the facility is seven years at markup rate of 3 month KIBOR + 2% and the principal is repayable in 16 quarterly equal installments with 2 years grace period. The facility is secured against first pari passu hypothecation charge over all present and future movable fixed assets with 25% margin. This facility will be matured on March 29, 2024.
- 9.2.5** This represents participation in syndicated term finance facility. The tenor of the facility is eight years inclusive of grace period of three years at markup rate of 6 month KIBOR + 1.1% and the principal is repayable in nine consecutive half yearly installments whereas the markup is repayable calendar quarterly. The facility is secured against first pari passu hypothecation/mortgage charge over all present and future assets of the Company with 25% margin.
- 9.2.6** This represents participation in syndicated term finance facility. The tenor of the facility is eight and half (8.5) years inclusive of grace period of two and half (2.5) years at markup rate of 6 month KIBOR + 2.25% which is reduced KIBOR + 1.5% per annum. The facility is secured against charge/mortgage over fixed assets of the Company with 25% margin and is repayable in twelve consecutive half yearly installments.
- 9.2.7** This represents a medium term finance which carries a profit rate of one month KIBOR + 3.75% per annum and is repayable in equal 36 monthly installments. The facility is secured against mortgage of property and ranking hypothecation charge over current assets of the Company with 35% margin.
- 9.2.8** This represents a medium term finance. The facility carries a profit rate of 3 months KIBOR + 3.5% per annum. The facility is secured against pledge of PSX 100 Index shares with 35% margin and ranking hypothecation charge over present and future assets of the Company with 25% margin and is repayable in equal six quarterly installments. after grace period of 18 months. Interest is repayable in quarterly installments.
- 9.2.9** This represents term finance facility for a period of five years including nine months grace period and carries mark-up rate of 3 months KIBOR + 3.5% per annum and is repayable in 17 quarterly equal installments. The facility is secured by way of first pari passu charge over all present and future fixed assets of the company with 25% margin. Personnel guarantees of Chairman and Chief Executive of Hussain Sugar Mills and subordination of Director loan of Rs.100.86 million.
- 9.2.10** This represents a medium term finance which carries a profit rate of 3 months KIBOR + 3% per annum and is repayable in 8 quarterly installments with one year grace perod. The facility is secured against mortgage of property and ranking hypothecation charge over current assets of the Company with 25% margin.
- 9.2.11** This represents financing to individuals having principal amounts of Rupees 1,200,000 and 1,800,000 (2021: Rs. 4,400,000), which carries a profit rate of 3 months KIBOR + 3.50% and KIBOR + 3.0% payable quarterly respectively. The facility is secured against pledge of units of mutual funds. The tenure of facility is two years.



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	Note	2022 Rupees	2021 Rupees						
<b>9.2.12 Provision for impairment</b>									
Balance at the beginning of the year		<b>929,037</b>	929,037						
Provision made during the year for non performing loan		-	-						
Balance at the end of the year		<b>929,037</b>	929,037						
<b>10 NET INVESTMENT IN FINANCE LEASE</b>									
Lease rental receivable		-	221,736						
Residual value		<b>418,600</b>	418,600						
<b>Gross investment in finance lease</b>	10.1	<b>418,600</b>	640,336						
Less: Unearned finance lease Income		(11,670)	(16,107)						
		<b>406,930</b>	624,229						
Less: Current maturity of net investment in finance lease	13	<b>(406,930)</b>	(624,229)						
Net investment in finance lease		-	-						
		<b>2022</b>	<b>2021</b>						
<b>10.1 Description</b>		<b>Not later than one year</b>	<b>Later than one and less than five years</b>	<b>Later than five years</b>	<b>Total</b>	<b>Not later than one year</b>	<b>Later than one and less than five years</b>	<b>Later than five years</b>	<b>Total</b>
		Rupees							
Lease rentals receivable		-	-	-	-	221,736	-	221,736	
Guaranteed residual value		-	<b>418,600</b>	-	<b>418,600</b>	-	418,600	-	418,600
		<b>418,600</b>	-	<b>418,600</b>	-	640,336	-	640,336	
Finance charge for future periods		-	(16,107)	-	(16,107)	-	(16,107)	-	(16,107)
Present value of minimum lease payments		-	<b>402,493</b>	-	<b>402,493</b>	-	624,229	-	624,229

**10.1.1** The Investment Bank's implicit rate of return on leases ranges between from 10.38% to 10.43% per annum (2021: 11.17 % to 16.9% per annum). These are secured against leased assets and security deposits generally upto 20% of the cost of leased assets.

**10.1.2** Lease rentals received during the year aggregate to Rs.222,200 (2021: 666,000).



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	Note	2022 Rupees	2021 Rupees
<b>11 LONG-TERM DEPOSITS</b>			
Security deposit with Central Depository Company			
of Pakistan Limited		<b>50,000</b>	50,000
Others		<b>7,500</b>	7,500
		<b>57,500</b>	<b>57,500</b>

## 12 DEFERRED TAX ASSET

Deferred tax asset on deductible temporary differences:			
-Provisions		<b>61,152,531</b>	66,041,938
-Accelerated tax depreciation allowance		<b>1,363,080</b>	791,624
-Surplus on revaluation of investments		<b>12,937,038</b>	543,104
-Gratuity		<b>2,844,705</b>	1,873,180
	12.1 & 12.2	<b>78,297,354</b>	<b>69,249,846</b>

**12.1** The management of the Investment Bank has prepared financial projections. The said projections are based on certain key assumptions made for the estimation of future profitability. The management believes that the Investment Bank will be able to achieve the profit projected in the financial projections and consequently the deferred tax asset accounted for in the financial statements will be fully realized in the future.

### 12.2 Movement in deferred taxation

	2022			
	Balance at June 30, 2021	Recognized in statement of profit or loss	Recognized in other comprehensive income	Balance at June 30, 2022
.....Rupees.....				
The following deductible temporary differences arising on account of:				
-Provisions	66,041,938	(4,889,407)	-	61,152,531
-Accelerated tax depreciation allowance	791,624	404,038	-	1,363,080
-Surplus on revaluation of investments	543,104	-	12,799,229	12,937,038
-Gratuity	1,873,180	1,702,964	62,816	2,844,705
	<b>69,249,846</b>	<b>(2,782,405)</b>	<b>12,862,045</b>	<b>78,297,354</b>



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	Balance at June 30, 2020	Recognized in statement of profit or loss	Recognized in other comprehensive income	Balance at June 30, 2021
				Rupees.....

The following deductible temporary differences arising on account of:

-Provisions	68,935,375	(2,893,437)	-	66,041,938
-Accelerated tax depreciation allowance	959,042	(167,418)	-	791,624
-Surplus on revaluation of investments	(1,090,510)	-	1,633,614	543,104
-Gratuity	1,165,743	546,116	161,321	1,873,180
	<u>69,969,650</u>	<u>(2,514,739)</u>	<u>1,794,935</u>	<u>69,249,846</u>

### 13 CURRENT PORTION OF NON - CURRENT ASSETS

#### Investments

Current portion of term finance certificates - listed	8.1 & 8.5	<b>32,415,276</b>	27,507,514
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#### Loans and finances

Current portion of loans to employees	9.1	<b>1,404,487</b>	2,670,223
Current portion of loans to other- term finance facility (secured)	9.2	<b>86,622,607</b>	163,413,589
		<b>88,027,094</b>	166,083,812

#### Net investment in finance lease

Current maturity of net investment in finance lease	10	<b>406,930</b>	624,229
		<b>120,849,300</b>	194,215,555

### 14 SHORT-TERM INVESTMENTS

#### Fair value through other comprehensive income

Dewan Cement Limited - Pre IPO term finance certificates	14.1	<b>43,069,617</b>	43,069,617
Investment in government securities - T-Bills		<b>955,199,000</b>	-
Quoted shares	14.2	<b>24,190,231</b>	14,262,041
Mutual funds	14.4	<b>26,520,199</b>	31,012,583
		<b>1,048,979,047</b>	88,344,241

#### Fair value through profit or loss

Investment in government securities - T-Bills	14.6	<b>-</b>	998,804,718
Quoted shares	14.3	<b>26,797,122</b>	42,222,989
Mutual funds	14.5	<b>-</b>	20,100,442
		<b>26,797,122</b>	1,061,128,149
<b>Investments at market value</b>		<b>1,075,776,169</b>	1,149,472,390

#### 14.1 Pre IPO term finance certificates

Dewan Cement Limited		<b>50,000,000</b>	50,000,000
Less: provision		<b>(6,930,383)</b>	(6,930,383)
Term finance certificate - Dewan Cement Limited		<b>43,069,617</b>	43,069,617

**14.1.1** This investment has been classified under loss category and accordingly made provision of entire amount considering FSV of the collateral held as per NBFC and NE regulations.



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### 14.2 Quoted shares

(At fair value through other comprehensive income)

		Investee	2022		2021		
Number of Shares			Cost	Market Value	Cost	Market Value	
2022	2021		Rupees	Rupees	Rupees	Rupees	

(The face value of each share is Rs.10/-)

		<b>Automobile Assembler</b>				
200	200	Indus Motor Co. Ltd.	231,156	228,882	231,156	250,828
2,100	-	Honda Atlas Car (Pakistan) Limited	453,054	408,933	-	-
		<b>Automobile Parts And Accessories</b>				
3,500	-	Panther Tyres Limited	214,235	113,400	-	-
		<b>Cable and Electrical Goods</b>				
860	500	Pak Electron Ltd.	18,034	13,665	12,995	17,530
		<b>Cement</b>				
800	-	Cherat Cement Limited	135,216	74,432	-	-
12,000	-	Fauji Cement Company Limited	247,800	170,040	-	-
300	-	Kohat Cement Company Limited	61,311	39,039	-	-
1,130	-	Lucky Cement Limited	928,917	518,715	-	-
12,000	-	Maple Leaf Cement Factory Limited	492,840	328,200	-	-
		<b>Chemicals</b>				
815,800	815,800	Agritech limited	12,563,320	5,425,070	12,563,320	5,563,756
37,500	-	Descon Oxychem Limited	847,500	588,750	-	-
5,000	-	Engro Polymer And Chemical Limited	259,950	398,150	-	-
		<b>Commercial Banks</b>				
15,000	15,000	Allied Bank Limited	1,467,750	1,035,000	1,467,759	1,112,250
27,000	-	Bank Al-Falah Limited	914,220	864,000	-	-
8,000	-	Bank Al-Habib Limited	565,200	464,480	-	-
16,500	-	Faisal Bank Limited	334,950	380,490	-	-
19,088	10,088	Habib Bank Limited	2,930,171	1,743,498	1,814,024	1,234,469
10,500	-	Habib Metropolitan Bank Limited	457,380	410,025	-	-
1,500	-	Meezan Bank Limited	171,840	169,470	-	-
70,000	70,000	National Bank of Pakistan (refer note 14.2.1)	3,858,395	1,956,500	3,858,400	2,559,900
10,100	-	United Bank Limited	1,251,188	1,142,613	-	-
		<b>Carry forward</b>	<b>28,404,427</b>	<b>16,473,352</b>	<b>19,947,654</b>	<b>10,738,733</b>



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		Investee	2022		2021		
Number of Shares			Cost	Market Value	Cost	Market Value	
2022	2021		Rupees	Rupees	Rupees	Rupees	
		Brought forward	28,404,427	16,473,352	19,947,654	10,738,733	
		<b>Fertilizer</b>					
2,000	-	Engro Corporation Limited	580,380	514,180	-	-	
5,000	5,000	Engro Fertilizers Limited	297,202	443,200	297,242	351,350	
8,000	-	Fauji Fertilizers Bin Qasim Limited	206,720	161,920	-	-	
5,600	-	Fauji Fertilizers Limited	621,040	617,232	-	-	
		<b>Foods And Personal Care Products</b>					
16,560	-	At-Tahur Limited	358,524	315,799	-	-	
		<b>Glass And Ceramics</b>					
8,000	-	Shabbir Tiles And Ceramics Limited	268,800	117,040	-	-	
		<b>Oil and Gas Exploration</b>					
160	-	Mari Petroleum Company Limited	243,538	278,358	-	-	
4,100	3,600	Pakistan Oilfields Limited	1,522,669	1,663,821	1,326,312	1,417,896	
8,900	6,900	Pakistan Petroleum Limited	988,380	600,839	816,270	599,127	
		<b>Oil And Gas Marketing Companies</b>					
900	-	Pakistan State Oil Company Limited	202,230	154,656	-	-	
		<b>Pharmaceuticals</b>					
400	-	Abbott Laboratories	304,416	261,856	-	-	
14,300	-	Citi Pharma Limited	503,217	466,752	-	-	
		<b>Power Generation And Distribution</b>					
23,500	23,500	Kot Addu Power Company	1,421,611	576,455	1,421,515	1,042,225	
8,500	-	Nishat (Chunian) Power Limited	134,555	126,735	-	-	
7,000	-	Nishat Power Limited	135,940	136,500	-	-	
9,500	-	Pakgen Power Limited	233,130	175,655	-	-	
13,500	6,500	Saif Power Ltd.	295,515	281,340	164,385	112,710	
		<b>Refineries</b>					
1,000	-	Attock Refineries Limited	152,420	175,780	-	-	
600	-	National Refineries Limited	144,132	151,542	-	-	
		<b>Textile Composite</b>					
12,000	-	Gul Ahmed Textile Mills Limied	547,680	405,720	-	-	
1,500	-	Interpool Limited	102,885	91,500	-	-	
		Less: Impairment against (refer note 21)	(13,479,179)	-	(9,711,337)	-	
			<u>24,190,232</u>	<u>24,190,232</u>	<u>14,262,041</u>	<u>14,262,041</u>	

**14.2.1** This represents investment in shares of associated undertaking which has been made in accordance with the requirements under the Companies Act, 2017.



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**14.3 Quoted Shares**  
**(At fair value through profit or loss)**

Number of Shares		Investee	2022		2021	
			Cost Rupees	Market Value Rupees	Cost Rupees	Market Value Rupees
2022	2021					
<b>( The face value of each share is Rs.10/-)</b>						
		<b>Automobile Assembler</b>				
566	618	Millat Tractors Limited	127,395	493,886	388,388	667,199
300	300	Pak Suzuki Motor Company Ltd.	-	-	89,536	106,632
		<b>Automobile Parts &amp; Accessories</b>				
1,600	1,600	Agriauto Industries Limited	439,024	214,400	291,200	439,024
7,300	8,000	Panther Tyres Limited	345,650	236,520	581,935	553,040
400	1,000	Thal Limited	169,112	107,848	324,940	422,780
		<b>Cable and Electrical Goods</b>				
7,500	7,500	WAVES Singer Pakistan Ltd.	204,450	95,475	159,206	204,450
		<b>Cement</b>				
2,500	2,500	Attock Cement Pak Limited	449,550	166,250	410,194	449,550
400	3,000	Cherat Cement Limited	70,952	37,216	498,604	532,140
-	7,100	D. G. Khan Cement Ltd.	-	-	744,720	837,232
9,000	20,000	Fauji Cement Company Limited	207,000	127,530	432,648	460,000
5,680	5,680	Kohat Cement Company Limited	1,172,863	739,138	827,039	1,172,863
2,550	2,750	Lucky Cement Limited	2,201,772	1,170,552	2,517,702	2,374,460
6,000	18,500	Maple Leaf Cement Factory Limited	281,880	164,100	647,063	869,130
		<b>Chemicals</b>				
-	3,000	Descon Oxychem Limited	-	-	93,268	80,520
6,000	26,000	Engro Polymer & Chemical Limited	283,440	477,780	682,874	1,228,240
200	200	ICI Pakistan Limited	173,760	144,910	138,942	173,760
500	28,000	Lotchem Chemical	7,720	11,810	384,735	432,320
500	500	Sitara Chemicals	176,000	155,000	178,302	176,000
-	4,500	Sitara Peroxide Limited	-	-	101,151	127,305
		<b>Commercial Banks</b>				
400	4,900	Allied Bank Limited	29,660	27,600	375,242	363,335
24,850	24,850	Bank Al-Falah Limited	799,673	795,200	840,690	799,673
17,000	17,000	Bank Al-Habib Limited	1,192,040	987,020	947,900	1,192,040
6,500	6,500	Faysal Bank Limited	110,305	149,890	103,159	110,305
18,100	18,100	Habib Bank Limited	2,214,897	1,653,254	1,860,515	2,214,897
1,800	2,600	MCB Bank Limited	287,694	221,364	408,699	415,558
2,892	4,015	Meezan Bank Limited	290,270	326,738	251,303	463,371
11,000	11,000	United Bank Limited	1,344,200	1,244,430	1,308,308	1,344,200
		<b>Engineering</b>				
-	4,000	Agha Steels Industries Limited	-	-	138,222	134,920
-	2,000	Amreli Steels Limited	-	-	83,001	86,880
1,900	1,900	International Ind. Ltd.	400,938	197,087	410,394	400,938
-	7,200	International Steel Ltd.	-	-	536,075	672,552
1,000	1,000	Ittefaq Iron Industries Ltd	18,950	7,020	6,910	18,950
16,843	16,820	Mughal Iron & Steel Ind.	1,494,985	970,831	1,852,641	1,756,008
		<b>Carry forward</b>	<b>14,494,180</b>	<b>10,922,849</b>	<b>18,615,506</b>	<b>2,1280,272</b>



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Number of Shares		Investee	2022		2021	
			Cost Rupees	Market Value Rupees	Cost Rupees	Market Value Rupees
2022	2021					
		<b>Brought forward</b>	<b>14,494,180</b>	<b>10,922,849</b>	<b>18,615,506</b>	<b>2,1280,272</b>
		<b>Fertilizer</b>				
4,610	4,810	Engro Corporation Ltd.	1,358,152	1,185,185	1,425,238	1,417,074
15,000	15,000	Fauji Fertilizer Bin Qasim Ltd.	396,150	303,600	403,272	396,150
7,400	7,400	Fauji Fertilizer Co. Ltd.	785,140	815,628	812,135	785,140
-	20,500	Shabbir Tiles and Ceramics Limited.	-	-	373,991	683,675
-	9,625	Tariq Glass Ltd.	-	-	512,883	1,023,908
		<b>Leather &amp; Tanneries</b>				
-	2,519	Service Global Footwear Limited.	-	-	140,071	145,674
		<b>Glass And Ceramics</b>				
20,500	-	Shabbir Tiles and Ceramics Limited.	683,675	299,915	-	-
9,625	-	Tariq Glass	1,023,908	999,171	-	-
		<b>Oil and Gas Exploration</b>				
1,447	1,447	Mari Petroleum Company	2,205,792	2,517,404	1,789,433	2,205,792
14,500	14,500	Oil & Gas Development Company	1,377,935	1,140,715	1,554,336	1,377,935
2,600	2,600	Pakistan Oilfields Limited	1,024,036	1,055,106	932,154	1,024,036
12,676	12,676	Pakistan Petroleum Limited	1,100,657	855,757	1,119,682	1,100,657
		<b>Oil and Gas Marketing</b>				
3,035	3,035	Hascol Petroleum Ltd.	27,103	12,808	41,276	27,103
-	5,500	Hi-Tech Lubricants Limited	-	-	166,540	390,005
4,344	6,144	Pakistan State Oil Co. Ltd.	974,142	746,473	1,074,065	1,377,792
-	8,000	Sui Northern Gas Pipelines Ltd.	-	-	405,780	388,640
		<b>Paper &amp; Board</b>				
-	400	Packages Limited	-	-	138,884	218,080
-	4,000	Roshan Packages Limited	-	-	104,314	131,760
		<b>Pharmaceuticals</b>				
-	3,100	AGP Limited	-	-	409,969	363,723
-	1,900	Glaxo Smithkline Pak. Ltd.	-	-	330,752	314,773
423	385	Highnoon Laboratories Limited	231,000	224,135	220,961	231,000
650	500	The Searle Company Limited	121,310	70,863	99,615	121,310
		<b>Power Generation &amp; Distribution</b>				
6,000	6,000	Kot Addu Power Co. Ltd.	266,100	165,180	215,230	266,100
6,000	6,000	Lalpir Power Limited	107,160	76,500	70,020	107,160
20,000	21,500	The Hub Power Co. Ltd.	1,593,400	1,363,400	1,595,096	1,712,905
		<b>Sugar and Allied Industries</b>				
384	311	Mehran Sugar Mills Ltd.	16,178	14,772	12,175	16,178
200	200	Mirpurkhas Sugar Mills Ltd.	22,200	31,266	11,978	22,200
		<b>Technology &amp; Communication</b>				
5,980	3,740	Systems Limited	1,366,937	1,972,563	2,012,705	2,095,223
		<b>Carry forward</b>	<b>29,175,155</b>	<b>24,773,290</b>	<b>34,588,061</b>	<b>39,224,265</b>



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Number of Shares		Investee	2022		2021	
			Cost	Market Value	Cost	Market Value
2022	2021		Rupees	Rupees	Rupees	Rupees
		Brought forward	29,175,155	24,773,290	34,588,061	39,224,265
		<b>Textile Composite</b>				
8,160	6,800	Gul Ahmed Textile Mills Ltd.	345,005	275,890	194,684	344,964
10,375	11,000	Interloop Limited	700,313	632,875	570,352	770,330
5,500	5,500	Kohinoor Textile Mills Limited	413,600	275,000	342,625	413,600
11,000	17,000	Nishat (Chunian)Ltd.	553,190	492,690	642,775	854,930
4,700	4,700	Nishat Mills Ltd.	438,510	347,377	366,647	438,510
		<b>Transport</b>				
-	15,500	Pakistan Intl. Bulk Terminal Ltd.	-	-	178,775	176,390
		Less: Impairment against investments	31,625,773	26,797,122	36,883,919	42,222,989
		Less: Deficit on remeasurement (refer note 21 )	(4,828,651)	-	5,339,070	-
			<u>26,797,122</u>	<u>26,797,122</u>	<u>42,222,989</u>	<u>42,222,989</u>

### 14.4 Mutual Funds (At fair value through other comprehensive income)

Number of Units		Investee	2022		2021	
			Cost	Market Value	Cost	Market Value
2022	2021		Rupees	Rupees	Rupees	Rupees
		<b>Close-End Mutual Fund</b>				
		<b>HBL Growth Fund Class A</b>				
30,000	30,000	(formerly PICIC Growth Fund)	522,300	154,500	522,300	249,000
		<b>Open-End Mutual Fund</b>				
1,599,656	1,599,656	NBP Stock Fund 14.4.1	24,827,296	22,069,810	26,346,866	25,663,756
331,432	321,602	ABL Growth Fund	5,048,136	4,295,889	5,272,487	5,099,827
		Less: Deficit on remeasurement	30,397,732	26,520,199	32,141,653	31,012,583
			(3,877,533)	-	(1,129,070)	-
			<u>26,520,199</u>	<u>26,520,199</u>	<u>31,012,583</u>	<u>31,012,583</u>

**14.4.1** This represents investment in units of mutual fund of associated undertaking which has been made in accordance with the requirements of the Companies Act, 2017.



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**14.5 Mutual Funds**  
**(At fair value through profit or loss)**

		Investee	2022		2021		
Number of Units			Cost	Market Value	Cost	Market Value	
2022	2021		Rupees	Rupees	Rupees	Rupees	
<b>Open-End Mutual Fund</b>							
-	1,866,839	NBP Income Opportunity Fund	-	-	20,000,000	20,100,442	
			-	-	20,000,000	20,100,442	
		Less: Deficit on remeasurement	-	-	100,442	-	
			-	-	<u>20,100,442</u>	<u>20,100,442</u>	

**14.5.1** This represents investment in units of mutual fund of associated undertaking which has been made in accordance with the requirements of the Companies Act, 2017.

**14.6** This represents six month market treasury bills at Nil (2021: 7.5%)

	Note	2022 Rupees	2021 Rupees
<b>14.7 DEFICIT ON REMEASUREMENT OF INVESTMENTS</b>			
<b>Fair value through other comprehensive income</b>			
Balance at the beginning of the year		<b>9,984,637</b>	13,096,461
(Reversal) / charged for the year		<b>(3,111,824)</b>	(3,111,824)
Balance at the end of the year	14.2 & 14.4	<b><u>6,872,813</u></b>	<b><u>9,984,637</u></b>
<b>15 MARKUP / INTEREST ACCRUED</b>			
Accrued profit/markup/interest on:			
- Government securities		<b>9,616,440</b>	9,538,043
- Term finance certificates/sukuk		<b>33,664,299</b>	24,140,814
- Term finances		<b>21,184,832</b>	32,831,181
- Placements		<b>1,051,528</b>	811,814
Less : provision for markup/interest		<b><u>65,517,099</u></b>	<b><u>67,321,852</u></b>
		<b><u>(24,133,769)</u></b>	<b><u>(24,674,390)</u></b>
		<b><u>41,383,330</u></b>	<b><u>42,647,462</u></b>



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	Note	2022 Rupees	2021 Rupees
<b>16 PREPAYMENTS AND OTHER RECEIVABLES</b>			
Prepayments		1,575,466	1,119,470
Other receivable			
- Dividend receivable		84,700	58,187
- Miscellaneous		1,379,537	3,803,904
		<u>3,039,703</u>	<u>4,981,561</u>
<b>17 CASH AND BANK BALANCES</b>			
Balance with banks			
- Deposit accounts	17.1	68,326,817	133,392,274
- Dividend payment account with MCB		5,360,680	5,360,680
- Current account with State Bank of Pakistan		1,967,388	189,538
- Cash in hand		1,636	8,900
		<u>75,656,521</u>	<u>138,951,392</u>
<b>17.1</b>			
Effective markup rate in respect of deposit accounts ranges from 8% to 14% (2021: 8.5% to 10%) per annum.			
<b>18 AUTHORIZED SHARE CAPITAL</b>			
75,000,000 (2021: 75,000,000) ordinary shares of Rs.10 each		<u>750,000,000</u>	<u>750,000,000</u>
<b>19 ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL</b>			
28,500,000 (2021: 28,500,000) ordinary shares of Rs. 10 each issued as fully paid in cash.		285,000,000	285,000,000
36,500,000 (2021: 36,500,000) ordinary shares of Rs. 10 each issued as fully paid bonus shares.		365,000,000	365,000,000
		<u>650,000,000</u>	<u>650,000,000</u>
<b>20 DEFICIT ON REMEASUREMENT OF INVESTMENTS - NET</b>			
Fair value through other comprehensive income			
Government securities		(42,545,667)	(3,086,150)
Shares-long term	8.4	(1,899,231)	(1,862,332)
Shares-short term	14.2	(13,479,454)	(9,711,337)
Mutual fund	14.4	(3,877,533)	(1,129,070)
Related deferred tax (asset)		12,799,229	1,032,132
		<u>(49,002,656)</u>	<u>(14,756,757)</u>
<b>21 DEFERRED LIABILITY - STAFF GRATUITY</b>			
<b>21.1 Actuarial Assumptions</b>			
As disclosed in note 4.12.1, the Investment Bank operates a funded gratuity scheme for its staff employees. The latest actuarial valuation was carried out as at June 30, 2022 using the Projected Unit Credit Actuarial Cost Method.			



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	Note	2022 Rupees	2021 Rupees
<b>21.2 Defined benefit liability recognized in balance sheet</b>			
Present value of defined benefit obligation	21.3	<b>9,574,753</b>	10,716,427
Fair value of plan assets	21.4	<b>(1,425,791)</b>	(4,581,470)
Benefits due but not paid		-	-
Defined benefit liability recognized		<b>8,148,962</b>	<b>6,134,957</b>
<b>21.3 Changes in the present value of the defined benefit obligation</b>			
Opening defined benefit obligation		<b>10,716,427</b>	8,355,334
Current service cost		<b>1,225,311</b>	1,007,543
Interest cost		<b>890,706</b>	710,203
Benefits due but not paid		<b>(828,165)</b>	-
Benefits paid		<b>(2,790,568)</b>	-
Re-measurements chargeable in other comprehensive income		<b>361,042</b>	643,347
		<b>9,574,753</b>	<b>10,716,427</b>
<b>21.4 Changes in the fair value of plan assets</b>			
Opening fair value of plan assets		<b>4,581,470</b>	4,142,307
Contribution		-	-
Interest income on plan assets		<b>318,619</b>	352,096
Benefits paid		<b>(2,790,568)</b>	-
Benefits due but not paid		<b>(828,165)</b>	-
Return on plan assets, excluding interest income		<b>144,435</b>	87,067
		<b>1,425,791</b>	<b>4,581,470</b>
<b>21.5 Movement in net liability</b>			
Opening liability		<b>6,134,957</b>	4,213,027
Expense recognized in statement of profit or loss	21.6	<b>1,797,398</b>	1,365,650
Re-measurements recognized in other comprehensive income	21.7	<b>216,607</b>	556,280
Contribution		-	-
Closing liability		<b>8,148,962</b>	<b>6,134,957</b>
<b>21.6 Expense recognized in statement of profit or loss</b>			
Current service cost		<b>1,225,311</b>	1,007,543
Interest cost on defined benefit obligation		<b>890,706</b>	710,203
Expected return on plan assets		<b>(318,619)</b>	<b>(352,096)</b>
		<b>1,797,398</b>	<b>1,365,650</b>
<b>21.7 Re-measurements recognized in other comprehensive income</b>			
Experience adjustments		<b>361,042</b>	643,347
Return on plan assets - excluding interest income		<b>(144,435)</b>	<b>(87,067)</b>
		<b>216,607</b>	<b>556,280</b>
Related deferred tax (asset)		<b>(62,816)</b>	<b>(161,321)</b>
		<b>153,791</b>	<b>394,959</b>



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**21.8** The present value of defined benefit obligation, fair value of plan assets and surplus or deficit on gratuity fund for the five years is as follows:

	2022	2021	2020	2019	2018
-----Rupees-----					
Present value of defined obligation	9,574,753	10,716,427	8,355,334	6,660,846	5,954,769
Fair value of plan assets	(1,425,791)	(4,581,470)	(4,142,307)	(3,578,669)	(3,524,350)
	<u><u>8,148,962</u></u>	<u><u>6,134,957</u></u>	<u><u>4,213,027</u></u>	<u><u>3,082,177</u></u>	<u><u>2,430,419</u></u>

### **Breakup of Investments - at fair value**

	2022 Rupees	2021 Rupees
Investment in KAPCO Shares - 500 Shares @ Rs. 27.53 each (2021: 44.35 each)	13,765	22,175
TDR's with accrued interest	-	-
Cash at bank with deposit account	6,018,521	7,279,568
Less: payable to outgoing member	(828,165)	-
Less: assets for defined contribution scheme	<u>(3,778,330)</u>	<u>(2,720,273)</u>
	<u><u>1,425,791</u></u>	<u><u>4,581,470</u></u>

### **Significant Actuarial Assumption**

	2022 Percentage	2021
Discount rate used for interest cost in profit and loss charge	10.00%	8.50%
Discount rate used for year end obligation	13.25%	10.00%

### **Maturity profile of present value of defined benefit obligation**

Weighted average duration of the present value of defined benefit obligation (in years)	8	8
---	---	---

### **Plan assets comprise**

	2022 Percentage	2021
Equity	0.23%	0.30%
Cash and /or deposits	99.77%	99.70%
	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>

### **Sensitivity Analysis on significant actuarial assumptions:**

	2021 Rupees	2020 Rupees
Discount Rate +100 bps	8,844,190	9,895,978
Discount Rate - 100 bps	10,395,204	11,649,901
Expected rate of salary increase + 100 bps	10,387,594	11,640,931
Expected rate of salary increase - 100 bps	8,838,049	9,888,921



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These figures are based on the latest actuarial valuation as at June 30, 2022. The valuation uses the Projected Unit Credit Actuarial Cost Method.

The Investment Bank recognizes expense in accordance with IAS 19 "Employee Benefits".

The expected gratuity expense for the year ending June 30, 2023 works out to be Rs.2.367 million.

### **22 LEASE LIABILITY**

Rental contracts are made for a fixed period subject to renewal upon mutual consent of Investment Bank and lessor. Wherever practicable the Investment Bank seeks to include extension option to provide operational flexibility. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. Management exercises significant judgement in determining whether these extension and termination options are reasonably certain to be exercised. The future lease payments have been discounted using average borrowing rate as at 30 June 2022.

	Note	2022 Rupees	2021 Rupees
Present value of minimum lease payments		<b>6,724,035</b>	13,707,972
Less: current portion of lease liabilities		<b>(6,724,035)</b>	(4,941,627)
		<hr/> <b>-</b>	<hr/> 8,766,345
Maturity analysis			
Not later than 1 year		<b>6,724,035</b>	8,768,007
later than 1 year		<b>-</b>	4,939,960
		<hr/> <b>6,724,035</b>	<hr/> 13,707,967

### **23 LONG-TERM LOAN**

#### **From Banking Companies - Secured**

National Bank of Pakistan (NBP) - an associated undertaking	23.1	2022 Rupees	2021 Rupees
Current portion of long term loans		<b>15,625,000</b>	78,125,000
		<b>(15,625,000)</b>	(78,125,000)
		<hr/> <b>-</b>	<hr/> -

- 23.1** The Investment Bank has obtained a five year term loan in FY-2016 from National Bank of Pakistan, an associated company, with a grace period of one year. The loan is repayable in 16 equal quarterly installments commencing from July 2017 and carried markup at the rate of 3 months KIBOR plus 0.75% per annum (2021: KIBOR plus 0.75%), maturing in June 2022. The loan is secured by first pari passu hypothecation charge over all present and future assets of the Investment Bank.

	Note	2022 Rupees	2021 Rupees
<b>24 SECURITY DEPOSIT AGAINST FINANCE LEASE</b>	24.1	<b>418,600</b>	418,600

- 24.1** These represent deposit against finance lease and are adjustable against the residual value of the asset leased at the expiry of respective lease term.



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	Note	2022 Rupees	2021 Rupees
<b>25 SHORT-TERM RUNNING FINANCE FACILITY</b>			
National Bank of Pakistan - an associated undertaking	25.1	-	49,992,033
		-	49,992,033
<b>25.1</b>	This represents short term running finance obtained with a limit of Rs.50 million (2021: 50 million) carrying markup at a rate based on 3 month KIBOR plus 1% (2021: 3 month KIBOR + 1%) per annum. The running finance is secured by first pari passu hypothecation charge against all present and future assets of the Investment Bank with 25% margin.		
<b>26 SHORT-TERM REPO BORROWING</b>			
Repo borrowing against PIBs		<b>1,262,741,850</b>	350,000,000
This represents short repo borrowing against PIBs at the mark-up rate of 7.4% to 14.7% (2021: 7.3% to 8.6%).			
<b>27 MARKUP / INTEREST ACCRUED</b>			
<b>Mark-up accrued on:</b>			
<b>Secured</b>			
Loans and borrowings including running finance facility	27.1	<b>16,099,209</b>	3,035,051
Lease Liability		-	863,100
<b>Unsecured</b>			
Certificates of deposits		<b>1,560,137</b>	1,560,137
		<b>17,659,346</b>	5,458,288
<b>27.1</b>	This amount includes markup due to National Bank of Pakistan, an associated undertaking.		
<b>28 ACCRUED EXPENSES AND OTHER PAYABLES</b>			
Accrued expenses		<b>4,809,296</b>	5,748,657
Other liabilities		<b>6,960,788</b>	1,005,153,488
		<b>11,770,084</b>	1,010,902,145
<b>29 CONTINGENCIES AND COMMITMENTS</b>			
<b>Contingencies</b>			
There are no contingencies as at the reporting date (2021: Nil)			
<b>Commitments</b>			
Standby letter of credit	29.1	-	37,593,732



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**29.1** This represents the Investment Bank's share in standby letter of credit under agreement of participation dated December 13, 2010 with Allied Bank Limited that is a primary party to the Hubco Power Company Limited for the purpose to guarantee the equity investment, cost over running of Laraib project and short falling in debt servicing reserve account. Under the said agreement, the Investment Bank irrevocably agrees and undertakes with Allied Bank Limited to take undivided share of 2.5% in standby letter of credit up to November 17, 2021.

	Note	2022 Rupees	2021 Rupees
<b>30 INCOME FROM TERM FINANCES AND FUNDS PLACEMENTS</b>			
Income from long-term finances		<b>43,734,929</b>	49,638,497
Return on fund placements with financial institutions	30.1	<b>11,234,340</b>	11,304,207
		<b>54,969,269</b>	<b>60,942,704</b>
<b>30.1 Return on fund placements with financial institutions</b>			
- bank balance		11,234,340	6,865,852
- term deposit receipts		-	4,438,355
		<b>11,234,340</b>	<b>11,304,207</b>
<b>31 INCOME FROM INVESTMENTS</b>			
Return on government securities		60,552,567	62,933,463
Return on term finance certificates / sukuks		<b>10,320,541</b>	358,478
Dividend income	31.1	<b>4,404,717</b>	2,417,045
Capital gain on securities		<b>6,823,080</b>	8,941,800
		<b>82,100,905</b>	<b>74,650,786</b>
<b>31.1 Scrip wise details of dividend is as follows:</b>			
Abbott Laboratories (Pakistan) Limited		14,000	-
AGP Limited		-	3,100
Agriauto Industries Limited		9,600	9,600
Allied Bank Limited		141,200	159,200
Attock Petroleum Limited		15,000	5,490
Bank Al-Falah Limited		153,400	138,400
Bank Al-Habib Limited		175,000	76,500
Cherat Cement Limited		3,750	1,800
Citi Pharma Ltd.		19,500	-
D.G.Khan Cement Company Limited		6,100	-
Descon Oxychem Ltd		5,000	-
Engro Corporation Limited		135,650	167,320
Engro Fertilizer Limited		90,000	188,500
Engro Polymer & Chemical Limited		453,250	53,222
Fauji Fertilizer Limited		122,840	104,555
<b>Carry forward</b>		<b>1,344,290</b>	<b>907,687</b>



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	2022 Rupees	2021 Rupees
<b>Brought Forward</b>	<b>1,344,290</b>	907,687
Faysal Bank Limited	32,250	-
Glaxo Smithkline Pakistan Limited	-	12,350
Gul Ahmed Textile Mills Limited	-	6,800
Habib Bank Limited	286,654	133,893
Habib Metropolitan Bank Limited	31,500	-
Hightoon Laboratories Limited	7,700	5,250
Hi-Tech Lubricants Limited	22,880	15,950
Honda Atlas Cars	14,700	700
ICI Pakistan Limited	8,000	5,000
Indus Motor Company Limited	25,400	6,880
Interloop Limited	38,250	27,500
International Industries Limited	16,150	-
International Steel Limited	50,400	6,600
Kohinoor Textile Mills Limited	11,000	11,000
Kot Addu Power Company Limited	368,750	40,500
Lalpir Power Limited	12,000	19,500
Lotchem Chemical	19,500	31,125
Mari Petroleum Company Limited	220,159	98,396
MCB Bank Limited	39,100	50,700
Meezan Bank Limited	17,510	30,113
Millat Tractor Limited	64,245	44,000
Mehran Sugar Mills Limited	256	467
Mughal Iron & Steel Industries Limited	58,029	43,500
National Bank of Pakistan	70,000	-
Nishat (Chunian) Limited	118,000	8,500
Nishat Mills Limited	18,800	26,800
Nishat Power Limited	14,000	-
Oil & Gas Development Limited	90,625	114,050
Pakgen Power Limited	19,000	-
Pak Suzuki Motor Company Limited	1,950	-
Pakistan Oil Fields Limited	310,000	306,000
Pakistan Petroleum Limited	71,516	49,540
Pakistan State Oil Company Limited	58,440	28,220
Packages Limited	11,000	9,000
Panther Tyres Limited	23,000	-
Roshan Packages Limited	-	14,000
Saif Power Limited	94,000	24,375
Searle Company Limited	1,000	1,250
Sui North Gas Pipelines Limited	48,000	17,000
Service GlobalFootwear Limited	38	-
Shabbir Tiles & Ceramics Limited	35,625	-
Sitara Chemical Industries Limited	5,000	-
Systems Limited	17,700	11,900
Tariq Glass Limited	115,500	-
Thal Limited	8,000	7,500
The Hub Power Company Limited	237,500	140,000
Tri Pack Flims	-	12,500
United Bank Limited	347,300	148,500
	<b>4,404,717</b>	<b>2,417,046</b>



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	Note	2022 Rupees	2021 Rupees
<b>32 FEES AND COMMISSION INCOME</b>			
Guarantee commission		140,940	270,067
Processing & participation fee		1,462,500	3,035,398
Brokerage commission from			
-Money Market		30,179	
-Foreign Exchange		21,100	
		<u>1,654,719</u>	<u>3,305,465</u>
<b>33 OTHER INCOME</b>			
Interest income on loan to employees		48,041	57,222
Gain on disposal of fixed asset		137,991	197,821
Miscellaneous		-	406,960
		<u>186,032</u>	<u>662,003</u>
<b>34 FINANCE COSTS</b>			
Markup/Interest on:			
- Long-term loans		3,866,607	7,304,925
- Short-term running finance facility		3,774,868	7,105,529
- Short-term repo borrowing		59,155,454	49,762,112
- Other charges		810,880	952,516
		<u>67,607,809</u>	<u>65,125,082</u>
<b>35 ADMINISTRATIVE AND OPERATING EXPENSES</b>			
Salaries and allowances	35.1 to 35.3	40,240,506	35,231,812
Travelling, conveyance and meeting charges		2,983,463	2,561,368
Printing and stationery		331,492	272,023
Rent, rates and taxes		516,580	467,955
Legal and professional		771,700	659,382
Repairs and maintenance		693,429	612,722
Auditors' remuneration	35.4	1,028,370	991,360
Newspaper and periodicals		31,239	30,905
Postage and courier services		53,483	69,693
Telephone, telex and fax		464,008	436,399
Electricity, gas and water charges		1,690,404	1,540,247
Advertisement and business promotion		489,375	477,700
Fees and subscription		3,432,072	2,437,530
Security guards		439,190	382,800
Insurance		1,105,100	965,793
Brokerage and commission		483,043	362,357
Motor vehicle running expenses		3,174,133	2,660,404
Office supplies		360,779	308,933
IT support		301,771	387,911
Amortization		1,428,989	4,007,611
Training		237,750	220,250
Depreciation	6	7,788,141	7,619,479
Corporate Social Responsibility	35.5	<u>200,000</u>	<u>200,000</u>
		<u>68,245,017</u>	<u>62,904,634</u>



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	Note	2022	2021
		Unaudited	Audited
Rupees			
<b>35.1</b>	<b>It includes charge for gratuity and provident fund as follows:</b>		
- Gratuity		1,797,398	1,365,650
- Provident fund		1,286,070	1,179,779
		<u>3,083,468</u>	<u>2,545,429</u>
<b>35.2</b>	<b>Disclosures relating to provident fund</b>		
(i) Size of the fund - net assets		19,515,961	18,902,247
(ii) Cost of Investment made		19,255,799	18,747,759
(iii) Percentage of Investment made		98.67%	99.18%
<b>Breakup of Investment -at fair value</b>			
Investment in National Savings		-	-
Deposit with Bank Accounts		<u>19,255,799</u>	<u>18,747,759</u>
		<u>19,255,799</u>	<u>18,747,759</u>
<b>Percentage of Investment</b>			
Deposit Accounts		100%	100%
		<u>100%</u>	<u>100%</u>

**35.2.1** These investments are made meeting the requirement of Section 218 of the Companies Act, 2017 and Employee's Provident Fund Rules, 1996.

**35.3** The aggregate amounts incurred during the year for remuneration including all benefits to Chief Executive Officer, directors and executives of the Investment Bank are:

2022				
President & Chief Executive Officer	Executive	Directors	Total	
			Rupees.....	
Director's meeting fee	-	2,440,000	2,440,000	
Managerial remuneration	5,040,000	6,720,694	-	11,760,694
Allowance	3,024,000	4,816,672	-	7,840,672
Retirement benefits	763,800	671,773	-	1,435,573
Others	420,000	1,080,622	-	1,500,622
Total	<u>9,247,800</u>	<u>13,289,761</u>	<u>2,440,000</u>	<u>24,977,561</u>
Total numbers	<u>1</u>	<u>4</u>	<u>7</u>	

2021				
President & Chief Executive Officer	Executive	Directors	Total	
			Rupees.....	
Director's meeting fee	-	1,840,000	1,840,000	
Managerial remuneration	4,800,000	5,852,820	-	10,652,820
Allowance	3,120,000	4,194,716	-	7,314,716
Retirement benefits	727,800	608,682	-	1,336,482
Others	400,000	975,470	-	1,375,470
Total	<u>9,047,800</u>	<u>11,631,688</u>	<u>1,840,000</u>	<u>22,519,488</u>
Total numbers	<u>1</u>	<u>3</u>	<u>5</u>	



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**35.3.1** In addition, the chief executive officer and executives are provided with free use of Investment Bank provided cars in accordance with the terms of their employment.

	Note	2022 Rupees	2021 Rupees
<b>35.4 Auditors' remuneration</b>			
Statutory audit		630,000	598,000
Half yearly review		241,500	232,000
Other services	35.4.1	-	11,900
Out of pocket expenses		87,150	83,000
		<b>958,650</b>	924,900
Sales tax		69,720	66,460
		<b>1,028,370</b>	<b>991,360</b>

**35.4.1** It represents various certification provided under different rules and regulations.

**35.5** The directors or their spouses have no interest in the donation made during the year.

### **36 TAXATION**

Current	2,339,710	2,718,267
Deferred	2,782,405	5,592,616
	<b>5,122,115</b>	<b>8,310,883</b>

#### **36.1 Relationship between tax expense and accounting profit**

Profit before taxation	<b>13,311,565</b>	<b>28,845,844</b>
Tax at applicable rate of 29% (2021: 29%)	<b>29%</b>	<b>29%</b>
Tax calculated at applicable tax rate	3,860,354	8,365,295
Impact of taxability at different rate	(616,660)	(700,943)
Prior year tax adjustment	-	-
Tax effect other than temporary difference	1,875,521	646,531
Effect of change in tax rate	-	-
Tax charge for the year	<b>5,119,215</b>	<b>8,310,883</b>

**36.2** The income tax assessment of the Investment Bank has been finalized up to the tax year 2021 under self assessment scheme.

	2022 Rupees	2021 Rupees
<b>37 EARNINGS PER SHARE -Basic and Diluted</b>		
<b>Number of shares</b>		
Profit after taxation	<b>8,189,450</b>	<b>20,534,961</b>
Weighted average number of shares outstanding during the year	<b>65,000,000</b>	<b>65,000,000</b>
----- Rupees -----		
Earnings per share (EPS)	<b>0.13</b>	<b>0.32</b>

There are no dilutive potential ordinary shares outstanding as at June 30, 2022 and June 30, 2021.



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		Note	2022 Rupees	2021 Rupees
<b>38</b>	<b>CASH AND CASH EQUIVALENT</b>			
Cash and bank balances	17	<b>75,656,521</b>	138,951,392	
Short-term running finance facility	25	-	(49,992,033)	
Short-term repo borrowings		<b>(1,262,741,850)</b>	(350,000,000)	
		<b>(1,187,085,329)</b>	<b>(261,040,641)</b>	
<b>39</b>	<b>FINANCIAL INSTRUMENTS BY CATEGORY</b>			
<b>Financial assets as per statement of financial position</b>				
<b>At amortised cost</b>				
Investments		<b>43,772,500</b>	38,864,738	
Loans and finances		<b>382,187,147</b>	439,234,526	
Net investment in finance lease		<b>406,930</b>	624,229	
Long term deposit's		<b>57,500</b>	57,500	
Markup/interest accrued		<b>41,383,330</b>	42,647,462	
Other receivables		<b>1,464,237</b>	3,862,091	
Cash and bank balances		<b>75,656,521</b>	<b>138,951,392</b>	
		<b>544,928,165</b>	664,241,938	
<b>Fair value through other comprehensive income</b>				
Investments		<b>1,368,452,463</b>	442,951,756	
<b>Fair value through profit or loss</b>				
Investments		<b>26,797,122</b>	1,061,128,149	
		<b>1,940,177,750</b>	<b>2,168,321,843</b>	
<b>Financial liabilities as per statement of financial position</b>				
Loans and receivables at amortised cost		<b>418,600</b>	418,600	
Security deposit against finance lease		<b>15,625,000</b>	78,125,000	
Long-term loan		-	49,992,033	
Short-term running finance facility		<b>1,262,741,850</b>	350,000,000	
Short-term repo borrowing		<b>6,724,035</b>	13,707,972	
Lease liability		<b>17,659,346</b>	5,458,268	
Markup / interest accrued		<b>11,770,084</b>	1,010,902,148	
Accrued expenses and other payables		<b>1,314,938,915</b>	<b>1,508,604,021</b>	

## **40 FINANCIAL RISK MANAGEMENT**

The Investment Bank's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Investment Bank's financial performance.

The Investment Bank's activities expose it to a variety of financial risks, market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. Risk of the Investment Bank are being managed by the Investment Bank's management in accordance with the approved policies of the Investment Bank whereas the board of directors has the overall responsibility for the establishment and oversight of the Investment Bank's risk management framework. The Investment Bank's overall risk management programme focuses on having cost efficient funding as well as to manage financial risk to minimize earnings volatility and provide maximum return to shareholders.

Risk management is carried out by the Investment Bank's Finance Department under policies approved by the Board.



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## 40.1 Market risk

Market risk is the risk that the fair value or the future cash flows of financial instrument may fluctuate as a result of changes in market prices. The Investment Bank is exposed to market risk as a result of mismatches or gaps in the amounts of financial assets and financial liabilities that mature or re-price in a given period. The Investment Bank manages this risk by matching the re-pricing of financial assets and liabilities through risk management strategies.

Market risk mainly comprises of currency risk, interest rate risk and price risk.

### 40.1.1 Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Investment Bank, at present is not exposed to currency risk as all transactions are carried out in Pak Rupees.

### 40.1.2 Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of financial instrument will fluctuate because of changes in market interest rates. An entity is exposed to interest rate risk / market rate risk as a result of mismatches or gaps in the amounts of financial assets and financial liabilities that mature or re-price in a given period. The Investment Bank manages this risk by matching the re-pricing of financial assets and liabilities through risk management strategies.

Financial assets and liabilities include balances of Rs.1,858.4 million (2021: Rs. 2,066.8 million) and Rs. 1,262.9million (2021: Rs. 491.444 million) respectively, which are subject to interest / markup rate risk. Applicable interest /mark-up rates for financial assets and liabilities have been indicated in respective notes.

The Investment Bank's exposure to yield / market rate risk and the effective rates on its financial assets and liabilities are summarized as follows:

	Effective rate %	Exposed to yield / market rate risk					
		Total	Within one year	More than one year and less than five years	More than five years	Not exposed to yield / market rate risk	
<b>Rupees</b>							
<b>As at June 30, 2022</b>							
<b>Financial Assets</b>							
Investments	11.00%	1,439,022,085	75,484,893	1,335,296,654	-	28,240,538	
Loans and finances	12.36%	382,187,147	87,971,168	274,298,660	16,564,968	3,352,351	
Net investment in finance lease	10.30%	406,930	406,930	-	-	-	
Long-term deposits		57,500	-	-	-	57,500	
Markup / interest accrued		41,383,330	-	-	-	41,383,330	
Other receivables		1,464,237	-	-	-	1,464,237	
Cash and bank balance	12.00%	75,656,521	68,326,817	-	-	7,329,704	
		1,940,177,750	232,189,808	1,609,595,314	16,564,968	81,827,660	
<b>Financial Liabilities</b>							
Security deposit against finance lease		418,600	-	-	-	418,600	
Long-term loans	10.23%	15,625,000	15,625,000	-	-	-	
Short-term running finance facility	10.50%	-	-	-	-	-	
Short term repo borrowings	11.25%	1,262,741,850	1,262,741,850	-	-	-	
Lease liability		6,724,035	3,826,380	2,897,655	-	-	
Markup / interest accrued		17,659,346	-	-	-	17,659,346	
Accrued expenses and other payables		11,770,084	-	-	-	11,770,084	
		1,314,938,915	1,282,193,230	2,897,655	-	29,848,030	
<b>On-balance sheet gap</b>		<b>625,238,835</b>	<b>(1,050,003,422)</b>	<b>1,606,697,659</b>	<b>16,564,968</b>	<b>51,979,630</b>	

(Short-term repo borrowing is secured against liquid Government Securities which are readily encashable at any point of time)



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	Effective rate %	Exposed to yield / market rate risk					
		Total	Within one year	More than one year and less than five years	More than five years	Not exposed to yield / market rate risk	
<b>Rupees</b>							
<b>As at June 30, 2021</b>							
<b>Financial Assets</b>							
Investments	16.60%	1,542,944,643	70,577,131	1,428,664,208	-	43,703,304	
Loans and finances	15.00%	439,234,526	166,027,886	250,934,487	16,564,968	5,707,185	
Net investment in finance lease	9.00%	624,229	624,229	-	-	-	
Long-term deposits		57,500	-	-	-	57,500	
Markup / interest accrued		42,647,462	-	-	-	42,647,462	
Other receivables		3,862,091	-	-	-	3,862,091	
Cash and bank balance	8.00%	138,951,392	133,392,274	-	-	5,559,118	
		2,168,321,843	370,621,520	1,679,598,695	16,564,968	101,536,660	
<b>Financial Liabilities</b>							
Security deposit against finance lease	10.31%	418,600	-	-	-	418,600	
Long-term loans	8.59%	78,125,000	78,125,000	-	-	-	
Short-term running finance facility	8.23%	49,992,033	49,992,033	-	-	-	
Short-term repo borrowings		350,000,000	350,000,000	-	-	-	
Lease Liability		13,707,972	3,826,380	9,881,592	-	-	
Markup / interest accrued		5,458,268	-	-	-	5,458,268	
Accrued expenses and other payables		1,010,902,148	-	-	-	1,010,902,148	
		1,508,604,021	481,943,413	9,881,592	-	1,016,779,016	
<b>On-balance sheet gap</b>		<b>659,717,822</b>	<b>(111,321,893)</b>	<b>1,669,717,103</b>	<b>16,564,968</b>	<b>(915,242,356)</b>	

### 40.1.3 Price risk

Price risk represents the risk that the fair value of a financial instrument will fluctuate as a result of changes in the market prices (other than those arising from interest/ mark up rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all or similar financial instruments traded in the market. Presently, daily stock market fluctuation is controlled by government authorities with cap and floor of 5%. The restriction of floor prices reduces the volatility of prices of equity and debt securities and the chances of market crush at any moment. The Investment Bank manages the price risk through diversification and placing limits on individual and total equity and debt instruments in accordance with NBFC's regulation and internal investment policy. Reports on the equity and debt portfolio are submitted to the Investment Bank's senior management on regular basis. The Investment Bank's board of directors reviews and approves all equity and debt investment decisions. The Investment Bank is exposed to price risk since it has investments in quoted equity and debt securities amounting to Rs. 84.8 million (2021: 91.7 million).



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The carrying value of investments subject to equity price risk is based on quoted market prices as of the reporting date. Market prices are subject to fluctuation and consequently the amount realized in the subsequent sale of an investment may significantly differ from the reported market value. Fluctuation in the market price of a security may result from perceived changes in the underlying economic characteristics of the investee, the relative price of alternative investments and general market conditions. Furthermore, amount realized in the sale of a particular security may be affected by the relative quantity of the security being sold.

### Sensitivity analysis

The table below summarizes Investment Bank's equity price risk as of June 30, 2022 and 2021 and shows the effects of a hypothetical 10% increase and a 10% decrease in market prices as at the year end reporting dates. The selected hypothetical change does not reflect what could be considered to be the best or worst case scenarios. Indeed, results could be worse because of the nature of equity markets and the aforementioned concentrations existing in Investment Bank's equity and debt investment portfolio.

	Fair value	Hypothetical price change	Estimated fair value after hypothetical change in prices	Hypothetical increase (decrease) in shareholders' equity	Hypothetical increase (decrease) in profit / (loss)
Rupees					
June 30, 2022	28,240,538	10% increase	31,064,592	2,824,054	2,824,054
		10% decrease	25,416,484	(2,824,054)	(2,824,054)
Rupees					
June 30, 2021	43,703,304	10% increase	48,073,634	4,370,330	4,370,330
		10% decrease	39,332,974	(4,370,330)	(4,370,330)

### 40.2 Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Investment Bank attempts to control credit risk by monitoring credit exposures by undertaking transactions with a large number of counter parties in various industries and by continually assessing the credit worthiness of counter parties.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their ability to meet their contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of credit risk indicate the relative sensitivity of an entity's performance to developments affecting a particular industry.

The Investment Bank follows two sets of guidelines. It has its own operating policy and the management of the Investment Bank also adheres to the regulations issued by the SECP. The operating policy defines the extent of fund and non-fund based exposures with reference to a particular sector or group.

The Investment Bank seeks to manage its credit risk through diversification of financing activities to avoid undue concentrations of credit risk with individuals or groups of customers in specific locations or businesses. Its also obtains securities when appropriate. Details of the composition of finance portfolios of the Investment Bank are given below:



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Investment and Finances *	2022		2021	
	Rupees	%	Rupees	%
Automobile Assembler	1,131,701	0.21%	543,864	0.00%
Automobile Parts & Accessories	672,168	0.12%	-	0.00%
Constructions	36,560,000	6.74%	7,176,140	0.85%
Cable & Electrical Goods	109,140	0.02%	11,465	0.00%
Cement	197,348,689	36.41%	228,645,076	28.53%
Chemical	8,644,886	1.59%	6,123,738	0.37%
Close - End Mutual Fund	26,520,199	4.89%	-	0.04%
Open - End Mutual Fund	-	0.00%	23,867,127	2.58%
Commercial Banks	33,486,848	6.18%	20,229,744	4.06%
Engineering	1,174,938	0.22%	1,358,855	0.03%
Fertilizer	4,040,945	0.75%	4,302,108	0.40%
Food & Personal Care Products	315,799	0.06%	53,368	0.02%
Glass & Ceramics	1,416,126	0.26%	464,544	0.03%
Oil & Gas Exploration Companies	8,112,000	1.50%	7,741,264	0.83%
Oil & Gas Marketing Companies	13,413,937	2.47%	102,837,779	15.28%
Paper & Board	-	0.00%	544,164	0.03%
Pharmaceuticals	1,023,606	0.19%	552,223	0.01%
Power Generation & Distribution	3,308,695	0.61%	3,300,997	0.64%
Hotel Industries	7,142,858	1.32%	21,428,572	4.62%
Sugar & Allied Industries	160,671,038	29.64%	230,827,120	37.96%
Technology & Communication	15,305,895	2.82%	4,141,516	1.13%
Textile Composite	16,887,335	3.12%	15,503,269	1.94%
Textile Spinning	4,797,224	0.88%	4,797,224	0.62%
	<b>542,084,027</b>	<b>100%</b>	<b>684,450,157</b>	<b>100%</b>

\* Investment and finances are net of provisions.

The credit quality of the Investment Bank's bank balances can be assessed with reference to external credit rating as follows:

Banks	Rating Agency	Rating	
		Short term	Long term
MCB Bank Ltd.	PACRA	A1+	AAA
National Bank of Pakistan	JCR-VIS	A1+	AAA
Allied Bank Ltd	PACRA	A1+	AAA
Khushhali Microfinance Bank	JCR-VIS	A-1	A+
Telenor Microfinance Bank Limited	PACRA	A1	A
NRSP Microfinance Bank Limited	PACRA	A1	A
FINCA Microfinance Bank	JCR-VIS	A-1	A
U Microfinance Bank	JCR-VIS	A-1	A+
HBL Microfinance Bank	JCR-VIS	A-1	A+

### 40.3 Liquidity risk

Liquidity risk is the risk that an enterprise will encounter difficulty in raising funds to meet the commitments associated with financial instruments. To safeguard this risk, the Investment Bank has diversified sources of funds and assets are managed with liquidity in mind, maintaining a healthy balance of cash and cash equivalents and readily marketable securities. The maturity profile of assets and liabilities is monitored to ensure adequate liquidity is maintained. The Investment Bank has the ability to mitigate any short-term liquidity gaps by disposal of short-term investments and the availability of liquid funds at short notice.

The table below summarizes the maturity profile of the Investment Bank assets and liabilities. The contractual maturities of assets and liabilities at the year-end have been determined on the basis of the remaining period at the reporting date to the contractual maturity date and do not take account of the effective maturities as indicated by the Investment Bank's history and the availability of liquid funds.



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Assets and liabilities not having a contractual maturity are assumed to mature on the expected date on which the assets / liabilities will be realized / settled.

	Total	Within one year	More than one year and less than five years	More than five years
-----Rupees-----				
<b>As at June 30, 2022</b>				
<b>Financial Assets</b>				
Investments	1,439,022,085	1,108,191,445	330,830,640	-
Loans and finances	382,187,147	88,027,094	278,373,178	15,786,875
Net investment in finance lease	406,930	406,930	-	-
Long-term deposits	57,500	-	57,500	-
Markup / interest accrued	41,383,330	41,383,330	-	-
Other receivables	1,464,237	1,464,237	-	-
Cash and bank balance	75,656,521	75,656,521	-	-
	1,940,177,750	1,315,129,557	609,261,318	15,786,875
<b>Financial Liabilities</b>				
Security deposit against finance lease	418,600	418,600	-	-
Long-term loans	15,625,000	15,625,000	-	-
Short-term running finance facility	-	-	-	-
Short term repo borrowings	1,262,741,850	1,262,741,850	-	-
Lease liability	6,724,035	3,826,380	2,897,655	-
Markup / interest accrued	9,299,007	9,299,007	-	-
Accrued expenses and other payables	11,770,084	11,770,084	-	-
	1,306,578,576	1,303,680,921	2,897,655	-
<b>On-balance sheet gap</b>	<b>633,599,174</b>	<b>11,448,636</b>	<b>606,363,663</b>	<b>15,786,875</b>
	Total	Within one year	More than one year and less than five years	More than five years
-----Rupees-----				
<b>As at June 30, 2021</b>				
<b>Financial Assets</b>				
Investments	1,542,944,643	1,176,979,904	365,964,739	-
Loans and finances	439,234,526	166,083,812	256,598,312	16,552,402
Net investment in finance lease	624,229	624,229	-	-
Long-term deposits	57,500	-	57,500	-
Short-term placements	-	-	-	-
Markup / interest accrued	42,647,462	42,647,462	-	-
Other receivables	3,862,091	3,862,091	-	-
Cash and bank balance	138,951,392	138,951,392	-	-
	2,168,321,843	1,529,148,890	622,620,551	16,552,402
<b>Financial Liabilities</b>				
Security deposit against finance lease	418,600	418,600	-	-
Long-term loans	78,125,000	78,125,000	-	-
Short-term running finance facility	49,992,033	49,992,033	-	-
Short-term repo borrowings	350,000,000	350,000,000	-	-
Lease liability	13,707,972	3,826,380	9,881,592	-
Markup / interest accrued	9,299,007	9,299,007	-	-
Accrued expenses and other payables	1,010,902,148	1,010,902,148	-	-
	1,512,444,760	1,502,563,168	9,881,592	-
<b>On-balance sheet gap</b>	<b>655,877,083</b>	<b>26,585,722</b>	<b>612,738,959</b>	<b>16,552,402</b>



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### **41 CAPITAL RISK MANAGEMENT**

The objective of managing capital is to safeguard the Investment Bank ability to continue as a going concern, so that it could continue to provide adequate returns to shareholders by pricing products and services commensurately with the level of risk. It is the policy of the Investment Bank to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The impact of the level of capital on shareholders' return is also recognized and the Investment Bank recognizes the need to maintain a balance between the higher returns that might be possible with greater gearing and the advantages and security afforded by a sound capital position. The capital structure of the Investment Bank consist of equity comprising issued share capital, statutory reserves and un-appropriated profits.

#### **Goals of managing capital**

The goals of managing capital of the Investment Bank are as follows:

To be an appropriately capitalized institution, as defined by regulatory authorities and comparable to the peers;

Maintain strong ratings and to protect against unexpected events;

Availability of adequate capital at a reasonable cost so as to expand and achieve low overall cost of capital with appropriate mix of capital elements.

The NBFC's & NE's Regulations 2008 issued by SECP prescribed the minimum equity requirements for NBFCs licensed by the Commission to undertake different form of business.

### **42 FAIR VALUE OF FINANCIAL INSTRUMENTS**

The fair values of all financial instruments as at year end are based on the valuation methodology outlined below:

#### **a) Finance and certificates of deposit**

For all finances (including certificates of deposit) the fair values have been taken at carrying amounts as these are not considered materially different from their fair values based on the current yields / market rates and re-pricing profits of similar finance and deposit portfolios.

#### **b) Investments**

The fair values of quoted investments are based on quoted market prices. Unquoted investments, except where an active market exists, are carried at cost less accumulated impairment, if any, which approximates their fair value in the absence of an active market.



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The Investment Bank uses following fair value hierarchy that reflects significance of inputs used in making the measurements:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	2022		
	Level 1	Level 2	Level 3
	----- Rupees -----		
Listed securities	60,655,814	-	-
Unlisted securities	-	11,357,224	-
	<u>60,655,814</u>	<u>11,357,224</u>	<u>-</u>
2021			
	Level 1	Level 2	Level 3
	----- Rupees -----		
	122,074,843	-	-
Listed securities	-	11,357,224	-
Unlisted securities	<u>122,074,843</u>	<u>11,357,224</u>	<u>-</u>

### c) Other financial instruments

The fair values of all other financial instruments are considered to approximate their carrying amounts.

### 43 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise associated undertakings, key management personnel and retirement benefit schemes. The Investment Bank in the normal course of business carries out transactions with various related parties. Amounts due from and to associated undertakings, executives and remuneration of directors and executives are disclosed in the relevant notes. Transactions with related parties other than disclosed elsewhere in these financial statements are as follows:

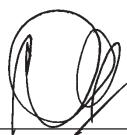
Associated Undertakings	Note	2022 Rupees	2021 Rupees
<b>Transactions during the year</b>			
<b>National Bank of Pakistan (NBP holds 30.77% of FCIBL Shares)</b>			
Mark-up on long-term loan	34	<u>3,866,607</u>	7,304,925
Mark-up on running finance		<u>3,774,868</u>	4,164,434
Rent paid		<u>5,409,485</u>	4,942,015
<b>NBP Fund Management Limited (NBP holds 54% of NBP Fund Management Ltd. Shares)</b>		<b>450,266</b>	332,222
Fees & Commission Expense			



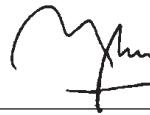
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	Note	2022 Rupees	2021 Rupees
<b>Taurus Securities Limited</b> (NBP holds 58.32% of Taurus Securities Limited Shares)			
<b>Brokerage expense</b>		<b>38,113</b>	<b>70,752</b>
<b>Balance at year end</b>			
<b>National Bank of Pakistan</b> (NBP holds 30.77% of FCIBL Shares)			
Investment in shares at cost	14.2	<b>3,858,395</b>	<b>3,858,400</b>
Long-term loan	23.1	<b>15,625,000</b>	<b>78,125,000</b>
Short term running finance	25.1	<b>-</b>	<b>49,992,033</b>
<b>NAFA Stock Fund</b> (NBP holds 54% shares of NBP Fund Management Limited - Management Company of the Fund)	14.4	<b>24,827,296</b>	<b>26,346,866</b>
<b>Key Management Personnel</b>			
Salaries, benefits and other allowances	35.3	<b>21,101,998</b>	<b>19,343,006</b>
Retirement benefits	35.3	<b>1,435,573</b>	<b>1,336,482</b>
Balance at year end		<b>2,629,819</b>	<b>3,719,111</b>
<b>Staff Retirement Plans</b>			
Contribution to staff retirement Plans	35.1	<b>1,286,070</b>	<b>1,179,779</b>
		<b>2022</b>	<b>2021</b>
<b>44 EMPLOYEES</b>		<b>Numbers</b>	
Employees at the end of the year		<b>24</b>	<b>20</b>
Average employees during the year		<b>19</b>	<b>20</b>
<b>45 GENERAL</b>			
Figures have been rounded off to the nearest rupees.			
<b>46 DATE OF AUTHORIZATION FOR ISSUE</b>			
These financial statements was authorized for issue on September 27, 2022 by the Board of Directors of the Investment Bank.			



MUHAMMAD KAMRAN  
Chief Financial Officer



MUHAMMAD MOHSIN ALI  
President & CEO



JAMAL NASIM  
Director



**FIRST CREDIT AND INVESTMENT BANK LTD.**

**PATTERN OF SHAREHOLDING  
AS AT JUNE 30, 2022**

Number of Shareholders	From	Shareholding To	Total number of Shares held	Percentage %
268	1	100	3660	0.0056
572	101	500	255855	0.3936
67	501	1000	63015	0.0969
51	1001	5000	135350	0.2082
9	5001	10000	64293	0.0989
1	10001	15000	14500	0.0223
1	15001	20000	18000	0.0277
1	20001	25000	22000	0.0338
1	40001	45000	44000	0.0677
1	45001	50000	45500	0.0700
1	55001	60000	59500	0.0915
1	75001	80000	76000	0.1169
1	4800001	4805000	4801703	7.3872
1	6605001	6610000	6606246	10.1635
1	12790001	12795000	12790378	19.6775
2	19995001	20000000	40000000	61.5385
<b>979</b>	<b>Company</b>	<b>Total</b>	<b><u>650,000,000</u></b>	<b><u>100.000</u></b>

The Slabs representing nil holding have been omitted

Categories of Shareholders	Number	Shares Held	Percentage
Directors / Chief Executive	4	3,000	0.0047%
Associated companies, undertakings & related parties	5	64,198,327	98.7667%
General Public			
Local	968	794,173	1.2217%
Others	2	4,500	0.0069%
<b>Total</b>	<b><u>979</u></b>	<b><u>65,000,000</u></b>	<b><u>100.0000%</u></b>



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**PATTERN OF SHAREHOLDING AS REQUIRED  
UNDER THE CODE OF CORPORATE GOVERNANCE  
AS AT JUNE 30, 2022**

Categories of Shareholders	Number of Shareholders	Shares Held	Percentage %
<b>Associated Companies, Undertakings Related Parties Sponsors &amp; Acquirers</b>			
National Bank of Pakistan	1	20,000,000	30.7692%
Water and Power Development Authority	1	20,000,000	30.7692%
Sardar Mohammad Ashraf D. Baluch & Co. (Pvt.) Ltd.	1	12,790,378	19.6775%
Lilley International (Pvt.) Ltd.	1	6,606,246	10.1635%
Sardar Mohammad Ashraf D. Baluch (Pvt.) Ltd.	1	4,801,703	7.3872%
	5	64,198,327	98.7666%
<b>Mutual Fund</b>			
<b>NIT and ICP</b>			
<b>Directors, Chief Executive and their spouses and minor children</b>			
Mr. Muhammad Naeemuddin	1	500	0.0008%
Mr. Jamal Nasim	1	500	0.0008%
Mrs. Nina Afridi	1	500	0.0008%
Mr. Muhammad Mohsin Ali	1	1,500	0.0023%
<b>Executives</b>			
<b>Public Sector Companies &amp; Corporation Banks, Development Finance Institutions Non-Banking Companies and Mutual Funds</b>			
General Public	968	794,173	1.2217%
Others	2	4,500	0.0069%
<b>Total</b>	<b>979</b>	<b>65,000,000</b>	<b>100.0000%</b>

**Shareholders holding 5% or more voting interest**

National Bank of Pakistan	1	20,000,000	30.7692%
Water & Power Development Authority (WAPDA)	1	20,000,000	30.7692%
Sardar Mohammad Ashraf D. Baluch & Co. (Pvt.) Ltd.	1	12,790,378	19.6775%
Lilley International (Pvt.) Limited	1	6,606,246	10.1635%
Sardar Mohammad Ashraf D. Baluch (Pvt.) Ltd.	1	4,801,703	7.3872%



**FIRST CREDIT AND INVESTMENT BANK LTD.**

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### FORM OF PROXY

The Company Secretary  
First Credit and Investment Bank Ltd.  
2nd Floor, Sidco Avenue Centre,  
Stratchen Road,  
Karachi -74200  
Pakistan.

I/We \_\_\_\_\_  
of \_\_\_\_\_ (name) being member(s)  
of First Credit and Investment Bank Ltd. and holder of \_\_\_\_\_ Ordinary  
(number of shares)  
Shares as per Share Registered Folio No. \_\_\_\_\_ and/or CDC Participant I.D No. \_\_\_\_\_  
and Sub Account No. \_\_\_\_\_ hereby appoint \_\_\_\_\_ of  
(name)  
or failing him/her \_\_\_\_\_ (name)  
of \_\_\_\_\_ (address) as my proxy to vote  
(address)  
for me and on my behalf at the Annual General meeting of the company to be held on Friday,  
October 28, 2022 at 05:00 p.m. at **First Credit and Investment Bank Ltd.** 2nd Floor, Sidco Avenue Centre,  
Stratchen Road, Karachi -74200.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2022.

**1. Witness:**

Signature \_\_\_\_\_  
Name \_\_\_\_\_  
Address \_\_\_\_\_  
CNIC or \_\_\_\_\_  
Passport # \_\_\_\_\_

Signature

Signature on  
Rs. 5/-  
Revenue Stamp

(Signature should agree with the  
specimen registered with  
the Company)

**2. Witness:**

Signature \_\_\_\_\_  
Name \_\_\_\_\_  
Address \_\_\_\_\_  
CNIC or \_\_\_\_\_  
Passport # \_\_\_\_\_

**IMPORTANT:**

- In order to be effective, the proxy forms must be received at the office of our Registrar THK Associates (Pvt.) Limited, Plot # 32-C, Jami Commercial Street # 2, D.H.A, Phase-VII, Karachi-75500 not later than 48 hours before the meeting duly signed and stamped and witnessed by two persons with their signatures, names, address and CNIC numbers given on the form.
- In the case of individuals attested copies of CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.
- In the case of proxy by a corporate entity, Board of Directors Resolution / power of attorney and attested copy CNIC or passport of the proxy shall be submitted alongwith proxy form.
- Proxy shall authenticate his / her identity by showing his / her original national identity card or original passport and bring folio number at the time of attending the meeting.



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# پرائسی فارم

کمپنی سیکرٹری

فرست کریڈٹ اینڈ انویسٹمنٹ بینک لمبینڈ  
سینڈ فلور سد کوئینٹر اسٹریٹ پکن روڈ  
کراچی 74200

میں / ہم مکی / مسمماہ ساکن یحییت ممبر فرست کریڈٹ اینڈ انویسٹمنٹ بینک لمبینڈ اور حامل  
عام حصہ، رجسٹرڈ فون ٹنر نمبر کے تحت اور یا سی ڈی ہس شرکت ادا آئی ڈی نمبر اور ڈبلی اکاؤنٹ نمبر  
یہاں محترم / محترمہ ساکن یا ان کی جگہ محترم / محترمہ ساکن کو بطور اپنا مختار اور ووٹ دینے کیلئے اپنا پرائسی تقریکرتا / کرتی ہوں جو میری چند کمپنی کے سالانہ اجلاس عام جو روز جمعہ 28 اکتوبر 2022  
بوقت شام 05:00 بجے فرست کریڈٹ اینڈ انویسٹمنٹ بینک لمبینڈ، سینڈ فلور سد کوئینٹر اسٹریٹ پکن روڈ، کراچی 74200 میں منعقد ہو رہا ہے شرکت کرے۔  
بروز ہتھیارخ 2022 کو دستخط کیا گیا۔

گواہ نمبر۔۱

پانچ روپے کے روپیں اسٹیمپ پر  
(یہ دستخط کمپنی کے پاس رجسٹرڈ  
نمونے سے مطابقت ہونا لازمی ہے۔)

دستخط

نام \_\_\_\_\_  
پتہ \_\_\_\_\_  
پاسپورٹ/CNIC نمبر \_\_\_\_\_  
دستخط \_\_\_\_\_

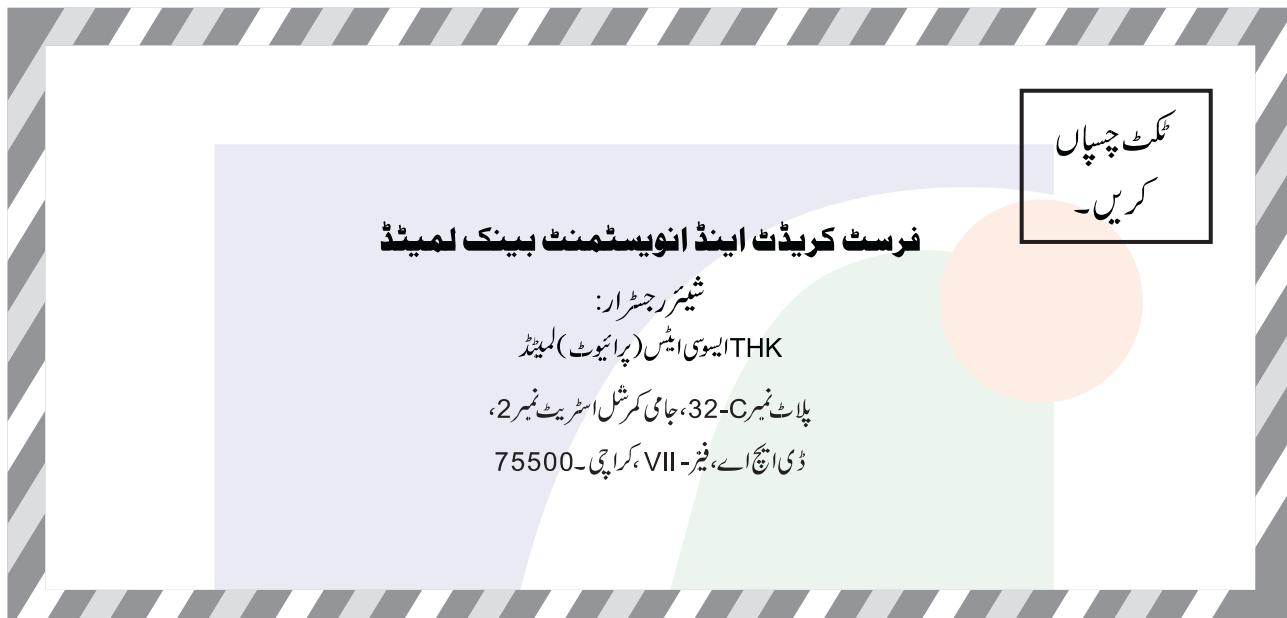
گواہ نمبر۔۲

نام \_\_\_\_\_  
پتہ \_\_\_\_\_  
پاسپورٹ/CNIC نمبر \_\_\_\_\_  
دستخط \_\_\_\_\_

اہم نکات۔

با ضابطہ موثر ہونے کیلئے دستخط شدہ مہر شدہ اور دو گواہوں کے دستخط کے نام پتے اور کمپیوٹر انڈٹشناختی کارڈ نمبر کے ساتھ یہ پرائسی فارم اجلاس کے وقت سے کم از کم 48 گھنٹے قبل ہمارے  
رجسٹر ارٹی ایچ کے ایسوی ایٹ پرائیوٹ لمبینڈ کے دفتر بمقام پلات نمبر C-32، جامی کمرٹش اسٹریٹ نمبر 2، ڈی ایچ اے، فیر۔ VII-75500، کراچی میں جمع کرنا لازمی ہے۔  
انفرادی مالکان کی صورت میں بینیشیش مالکان اور پرائسی کمپیوٹر انڈٹشناختی کارڈ یا پاسپورٹ کی تصدیق شدہ نقول پرائسی فارم کے ساتھ پیش کرنا ہوگی۔  
کارپوریٹ ادارے کی صورت میں بورڈ آف ڈائریکٹریز کی قرارداد پاوار آف اثارنی سی این آئی یا پاسپورٹ کی تصدیق شدہ نقول پرائسی فارم کے ساتھ پیش کرنا ہوگی۔  
پرائسی کو اجلاس کے وقت بطور شناخت اپنا اصل کمپیوٹر انڈٹشناختی کارڈ یا پاسپورٹ اور فون ٹنر نمبر بھی ہمراہ لانا ہوگا۔





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**کمپنی میں شریک ہوئے گے**

**30 جون 2022 کو کمپنی میں شریک ہوئے گے**

شریک کا نسبت %	شریک کی تعداد	شریک ہوئے گئی تعداد	شریک ہوئے گئے کی درجہ بندی
30.7692%	20,000,000	1	متغیر کمپنی مقررہ اور متغیر فریقین اپانسرز اور کواریز
30.7692%	20,000,000	1	بیشل بنک آف پاکستان واٹر اینڈ پاور ڈولپیٹسٹ اتحارٹی
19.6775%	12,790,378	1	سردار محمد اشرف ڈی. بلوچ اینڈ کو. (پرائیویٹ) لمیٹد
10.1635%	6,606,246	1	لی ایٹشل (پرائیویٹ) لمیٹد
7.3872%	4,801,703	1	سردار محمد اشرف ڈی. بلوچ (پرائیویٹ) لمیٹد
98.7666%	64,198,327	5	باہمی فنڈر این آئی ٹی اور آئی سی پی
			ڈائریکٹر چیف ایگزیکیویٹیو آفیسر ، شوہرا یوسفی اور نابانج پے
0.0008%	500	1	مسٹر محمد نعیم الدین
0.0008%	500	1	مسٹر جمال نسیم
0.0008%	500	1	محترمہ نینا آفریدی
0.0023%	1,500	1	مسٹر محمد محسن علی
			ایگزیکیویٹو پبلک سیکرٹ کمپنیز اور کارپوریشن بینک، ڈولپیٹسٹ فائناں ادارے نان پینک فائناں کمپنیز باہمی فنڈر
1.2217%	794,173	968	جزل پبلک
0.0069%	4,500	2	دیگر
<b>100.0000%</b>	<b>65,000,000</b>	<b>979</b>	<b>ٹوٹل</b>

شریک ہوئے گے 5% اور ذائد

30.7692%	20,000,000	1	بیشل بنک آف پاکستان
30.7692%	20,000,000	1	واٹر اینڈ پاور ڈولپیٹسٹ اتحارٹی
19.6775%	12,790,378	1	سردار محمد اشرف ڈی. بلوچ اینڈ کو. (پرائیویٹ) لمیٹد
10.1635%	6,606,246	1	لی ایٹشل (پرائیویٹ) لمیٹد
7.3872%	4,801,703	1	سردار محمد اشرف ڈی. بلوچ (پرائیویٹ) لمیٹد



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شیر ہولڈنگ پیٹریشن  
برطابن 30 جون 2022

فیصد %	کل شیر زکی ملکیت	شیر ہولڈنگ نک	شیر ہولڈنگ سے	شیر ہولڈرز کی تعداد
0.0056	3660	100	1	268
0.3936	255855	500	101	572
0.0969	63015	1000	501	67
0.2082	135350	5000	1001	51
0.0989	64293	10000	5001	9
0.0223	14500	15000	10001	1
0.0277	18000	20000	15001	1
0.0338	22000	25000	20001	1
0.0677	44000	45000	40001	1
0.0700	45500	50000	45001	1
0.0915	59500	60000	55001	1
0.1169	76000	80000	75001	1
7.3872	4801703	4805000	4800001	1
10.1635	6606246	6610000	6605001	1
19.6775	12790378	12795000	12790001	1
61.5385	40000000	20000000	19995001	2
<b>100.000</b>	<b>650,000,000</b>	Total	Company	<b>979</b>

مندرجہ بالا سلیب میں صفر ہولڈنگ کو شامل نہیں کیا گیا ہے۔

فیصد %	شیر زکی ملکیت	نمبر	شیر ہولڈرز کی درجہ بندی
0.0047%	3,000	4	ڈائریکٹر / سی ای او
98.7667%	64,198,327	5	متعلقہ کمپنیز، مقررہ اور متعلقہ فریقیں اسپانسرز اور ریکواریز
1.2217%	794,173	968	بڑی پیلک لوكل
0.0069%	4,500	2	دیگر
<b>100.0000%</b>	<b>65,000,000</b>	<b>979</b>	ٹوٹل



(۶) ویب سائٹ پر مالیاتی گوشوارہ کی دستیابی:

۳۰ جون ۲۰۲۲ کو ختم ہونے والے مالی سال کیلئے کمپنی کی سالانہ پورٹ کمپنی کی ویب سائٹ پر دستیاب ہے www.fcibank.com.pk سابقہ ادوار کی سالانہ و سماں ہی رپورٹیں بھی دستیاب ہیں۔

(۷) کیش ڈیویڈنڈ کی الیکٹرانک مودُ کے ذریعے ادائیگی:

کمپنیز ایکٹ ۲۰۱۷ کے کیشن ۲۰۲۲ کے مطابق لحد کمپنیاں صرف الیکٹرانک مودُ کے ذریعے برادر است شیئر ہولڈرز کے نام زد بناک اکاؤنٹ میں کیش ڈیویڈنڈ ادا کرنے کی پابندیں ایس ایسی پی کیجیئے (ڈسٹری یوشن آف ڈیویڈنڈز) ریگولشن ۲۰۱۷/۲۰۱۷ کے تحت اپنے نوٹیکیشن ۲۰۱۷/۱(SRO1145) جاری کیا ہے جس کے تحت ہر شیئر ہولڈر اپنے نامزد کردہ بناک اکاؤنٹ سے مختلف درست معلومات فراہم کرنے کا ذمہ مددار ہو گا تاکہ کسی بھی ڈیویڈنڈ کی ادائیگی کے قابل نقد رقم کو صرف الیکٹرانک مودُ لے ذریعے صرف حقدار شیئر ہولڈر کو برادر است اکاؤنٹ میں ٹرانسفر کی جاسکے۔

اس سلسلے میں شیئر ہولڈرز سے درخواست کی جاتی ہے کہ کمپنی کی ویب سائٹ www.fcibank.com.pk پر دستیاب ڈیویڈنڈ مینڈیٹ فارم کو پر کریں اور اسے کمپنی کے رجسٹر اکو بھیں۔ بک انٹری یکورٹیز کے طور پر کہے ہوئے حصہ کی صورت میں مذکورہ معلومات کو CDS شرکاء کے ذریعے سینکڑ ڈپارٹمنٹ سسٹم (CDS) کو فراہم کرنے کی ضرورت ہوگی۔

(۸) ڈیویلنک کے ذریعے مینگ میں شرکت:

وہ شیئر ہولڈرز جن کی مجموعی شیئر ہولڈنگ ۱۰% ایذا نہ ہے اور وہ مینگ میں ڈیویلنک کے ذریعے حصہ لینے کیلئے کمپنی سے مطالبہ کر سکتے ہیں۔ اور اگر آپ یہ سہولت حاصل کرنا چاہتے ہیں تو برادر مہربانی درج ذیل فارم پر کر کے رجسٹر ڈپتی پر مینگ سے سات دن پہلے جمع کرائیں۔

میں ابھم (شیئر ہولڈر کا نام) ..... شہر کا نام ..... سے ایف سی آئی بی ایل کا ممبر ہونے کے تحت ..... عمومی شیئر بہ طایق فلیو اسی ڈی سی / انویٹر اکاؤنٹ نمبر ..... بذریعہ مہدا مقام ..... میں مینگ میں ڈیویلنک کی سہولت حاصل کرنا چاہتا / چاہتی ہوں۔

..... میر کے دستخط

کمپنی مینگ سے کم از کم پانچ دن پہلے تمام مکمل معلومات فراہم کرے گی جو انہیں اس سہولت تک رسائی کے قابل بتائیں گی۔

کمپنیز ایکٹ ۲۰۱۷ امڈریکشن (۳) کے تحت اسٹیمپیٹ آف میٹریل فیکٹ:

مندرجہ ذیل بیان ۱۲۸ کو منعقد ہونے والی سالانہ جزول مینگ میں بطور خصوصی امور میں نہشای جائیگا۔

بورڈ کے بڑھتے ہوئے کردار اور ذمہ دار یوں کے ساتھ ساتھ مر وجوہ تو نہیں، قواعد و ضوابط کی تقلیل کی اہمیت کے پیش نظر ڈائریکٹریز کو کمپنی کی مجموعی ذمہ دار یوں کی ادائیگی میں کافی وقت اور مہارت صرف کرنی پڑتی ہے لہذا کئی سالوں کے بعد مینگ فیس میں نظر ثانی کی جا رہی ہے۔

مذکورہ بالا کی مناسبت سے یورڈ نے ۲۰۲۲ نومبر ۲۰۲۲ کو منعقدہ اپنی ۱۲۹ ایسی یورڈ مینگ میں غیر ایگر بکیو ڈائریکٹریز کو قابل ادائیگی فیس ۳۰,۰۰۰ روپے سے بڑھا کر ۵۵,۰۰۰ روپے میں

مینگ کرنے کا فیصلہ کیا ہے جو کہ کمپنی کے آرٹیکل آف ایسوی ایشن کی شق ۷ اور ڈائریکٹریز کے معاوضے کی پالیسی کے مطابق ہے۔

ڈائریکٹریز کی مینگ فیس، جو کہ کمپنی کے آرٹیکل آف ایسوی ایشن کی شق ۷ اور کمپنی کے ڈائریکٹریز کے معاوضے کی پالیسی کے تحت اجازت دیتا ہے لہذا کے غیر ایگر بکیو ڈائریکٹریز میں ۵۵,۰۰۰ روپے سے بڑھا کر ۱۰۰,۰۰۰ روپے میں مینگ بڑھادیا گیا ہے جو کہ اکتوبر ۲۰۲۲ سے لاگو ہو گا اس سلسلے میں فرسٹ کریٹ ایڈ انویٹمنٹ بک کے یورڈ آف ڈائریکٹریز کے فیصلے کی تو میں کی جاتی ہے۔



سالانہ اجلاس عام میں شرکت۔

(۲) کمپنی کا ہر گھر اس اجلاس میں شرکت اور ووٹ ڈالنے کا حق رکھتا ہے اور وہ اپنی جگہ اجلاس میں شرکت اور ووٹ دینے کیلئے اپنا پراکسی مقرر کر سکتا کر سکتی ہے۔ پرانی کی تقریب کی طرح کمپنی کو اجلاس سے کم از کم ۲۸ گھنٹے قبض دینی ہوگی۔ سی۔ ڈی۔ سی اکاؤنٹس رکھنے والوں کو سیکورٹی زینڈا پکچیج کیش آف پاکستان سے جاری سرکلنبرگ بیانخ ۲۲ جنوری ۲۰۰۰ء میں دی گئی مددابات بر عملدر آمد کرنا ہوگا۔

(الف)۔ اجلاس میں شرکت کلئے۔

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر اور یا وہ شخص جسکی سیکوئیٹر گروپ اکاؤنٹ میں ہوں اور انکی رجسٹریشن کی تفصیلات تو اعداد و ضوابط کے تحت اپ لوڈ کی گئی ہوں، کوچنے پر اصل کمپیوٹر ازٹو قومی شناختی کارڈ (سی۔ آئی۔ سی) یا اصل پاسپورٹ کے ذریعے اجلاس میں شرکت کے وقت اپنی شناخت کی توثیق کرنا ہوگی۔

(ii) کارپوریٹ ادارے کی صورت میں، اثارنی کے لیے یورڈ آف ڈارکیشن کی فرادراد کے مطابق نامزد شخص کے خصوصی دستخط (اگر یا اس سے قبل فراہم نہیں کئے گے) مینگ کے وقت پہنچ کرنا ہونگے۔

(ب) راکسی کی تقریب کلئے۔

- (i) انفرادی صورت میں، اکاؤنٹ ہولڈر یا سب اکاؤنٹ ہولڈر اور یادہ شفعت جسکی سیکوئیز گروپ اکاؤنٹس میں ہوں اور انکی رجسٹریشن کی تفصیلات تو اعداد و ضوابط کے تحت اپ لوڈ کی گئی ہوں پر اسکی فارم نامکورہ ضروریات کے تحت جمع ہونے چاہیے۔

(ii) پر اس فارم دو افراد کی جانب سے گواہی کے ساتھ ہوتا چاہے، بھکنام، پتہ اور سی این آئی سی نمبر فارم پر درج ہونے چاہیے۔

(iii) پر اسکی فارم کے ساتھی۔ این۔ آئی۔ سی مصدقہ کا پیاس یا حق دار مالکان کا پاسپورٹ اور پر اسکی پیش کرنا ہوگا۔

(iv) پر اسکی کو اپنے اصل سی۔ این۔ آئی۔ سی یا پاپسورٹ اجلاس کے وقت پیش کرنا ہوگا۔

(v) کار پوریت ادارے کی صورت میں کمپنی کو پر اسکی فارم کے ساتھ یورڈ آف ڈائیریکٹری ان کی قرارداد اور پاوار آف اثار فی بیع مخصوص دستخط جمع کرنے ہو گے۔ (اگر یا اس سے قبل فراہم نہیں کئے گے)۔ تفصیلات بھیج کر پاناما ندرج کروائیں۔

(۳) کمپیوٹر انسٹی ڈی قومی شناختی کارڈ کاٹی کی فرائیمی:

سیکلور ٹیکنالوجیز کی شعبہ آف پاکستان سے جاری کردہ ایمس آر انڈسٹریز (۲۰۱۷ء) مورخہ ۱۷ جنوری ۲۰۱۷ء کیلئے جن حصہ یا فنگان نے ابھی تک اپنے کمپیوٹرائزڈ قومی شناختی کارڈ کی صدقہ کا پی محنت نہیں کروائی ان سے درخواست ہے کہ وہ یہ صدقہ کا پی محنت فلیونر جلد از جلد کمپتی کی شیئر رہڑا میسر ZHKTHA یوسی ایمس (پرانیویٹ) لمیڈ کو ارسال کریں وہ مجرمان یووی ڈی سی میں شیئر رکھتے ہیں ان سے بھی الملاس کی حاجی کے کو وہ اسے قومی شناختی کارڈ کی تصدیق شدہ کارڈ کیلئے یہی سی انگوٹھے سکراونڈ سر و سوچو جو ہوئی۔

(۲) تمهییت

شیئر ہولہ رز سے گزارش کے وہ ابتدی تسلیم ہونے کے میں کمپنی کے شمشیر جسٹر ارکوسی ڈی ایش اکتھ دار انویسٹر کا وہ سر وہ کوفوری طور مطلع کر سچ کھی صورت ہو۔

(٨) طبع حصر کوہاڑیاں اکاؤنٹ میں جمع کرانا:

وڈیونک اور لاگن کرنے کی تفصیلات صرف ان ارکین کوہی فراہم کی جائے گی جو اے جی ایم سے کم از کم ۲۸ گھنٹے پہلے تمام معلومات بذریعہ ای میں فراہم کریں گے۔ کمپنی ایکٹ ۲۰۱۷ کے سیکشن کی دفعہ ۲۷ کے تحت ہر لینڈ مکانی کے لیئے ضروری ہے کہ وہ اپنے طبی حصہ کو کمتری فارم میں تبدیل کریں لہذا حصہ یا فیگان جن کے پاس طبی حصہ میں ان درخواست سے کامیاب ہو جائے۔



## سالانہ اجلاس عام کی اطلاع

بذریعہ نہ اطلاع دی جاتی ہے کہ فرست کریٹ اینڈ ایمیٹ ہائیکمپنی کے شیئر ہولڈرز کا ۳۳ واں سالانہ اجلاس عام برداز جمعہ ۲۸ اکتوبر ۲۰۲۲ شام ۵:۰۰ بجے بمقام رجسٹرڈ افس دوسری منزل، سڈ کوایونیو سینٹر، اسٹریٹ پکن روڈ، کراچی میں منعقد ہو گا جس میں مندرجہ ذیل امور انجام دینے جائیں گے۔ میں منعقد ہو گا جس میں مندرجہ ذیل امور انجام دینے جائیں گے۔

### عمومی امور:

- (الف) ۳۲ واں سالانہ اجلاس عام منعقدہ ۱۲۶ اکتوبر ۲۰۲۱ کی کارروائی کی توثیق۔
- (ب) ۳۰ جون ۲۰۲۲ کو ختم شدہ سال کی کمپنی کے آڈٹ شدہ مالیاتی اشیائیں مع ان پر آڈیٹر پورٹ، چیرین ریپورٹ اور ڈائریکٹر پورٹ کی وصولی، غور و خوض اور مظہوری۔
- (پ) ۳۰ جون ۲۰۲۳ کو ختم ہونے والے سال کیلئے قانونی آڈیٹر کا تقرر اور ان کے مشاہروں کا تعین کرنا۔ سیدش ہونے والے آڈیٹر زمیسر کرو حسین چوہدری اینڈ کمپنی چارٹرڈ اکاؤنٹنٹس کی جانب سے بطور اہلیت کے حامل نے خود کو دوبارہ تقرر کیلئے پیش کیا ہے۔

### خصوصی امور:

- (ج) ڈائریکٹر مینیگ فیس میں نظر ثانی کی ممنوعی۔\*

### دیگر امور:

- (د) صدر اجلاس کی اجازت سے دیگر امور انجام دینا۔  
نوٹ: کمپنی ایکٹ ۱۹۰۱ کی شق (۳)۳۷ کے تحت اشیائیں شامل کیا گیا ہے۔

حسب الحلم بورڈ

محمد امین گھڑی  
کمپنی یکریٹر

کراچی  
۲۰۲۲ اکتوبر ۱۵

نوٹ۔

حصص کی کتب کی منتقلی کی ہندش۔

- (۱) کمپنی کی حصص منتقلی کی کتاب ۲۰ اکتوبر ۲۰۲۲ تا ۲۸ اکتوبر ۲۰۲۲ (بیشول دنوں ایام) بندر ہے گی۔ جو مشکلیات ۱۹ اکتوبر ۲۰۲۲ کو کاروبار کے اختتام تک ہمارے شیئر ہولڈر میسر THK ایسوی ایس (پرائیویٹ) لیمیٹڈ، پلات نمبر ۳۲۴، جامی کمرشل اسٹریٹ، اہمی ایچ ۷ کے دفتر میں باضافہ طور پر موصول ہو گی اُنھیں اجلاس میں شرکت کرنے اور ووٹ دینے کی غرض سے شیئر ہولڈرز کے استحقاق کے مقصد کیلئے بروقت سمجھا جائے گا۔



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### ٹریننگ پروگرامز:

ایف سی آئی بی ایل ڈائریکٹرز ٹریننگ کے تقاضوں کو لینکمیز (کوڈ آف کارپوریٹ گورننس) ریگولیشن ۲۰۱۹ کے تحت تعلیم کرتا ہے چونکہ ایف سی آئی بی ایل کے تمام ڈائریکٹرزی سی جی کے مطابق ڈائریکٹرز ٹریننگ پروگرام (ڈی ٹی پی) کامل کر چکے ہیں اس کے علاوہ ڈائریکٹرز ٹریننگ کے تقاضوں کے مطابق پاکستان اشک ایچیجن کی روائز بک (ستنگ ریگولیشنز)، این بی ایف سی رویز ۲۰۰۳، این بی ایف سی اور این ای ریگولیشنز ۲۰۰۸ اور میوریڈم اور آرٹیکل آف ایسوی ایشن کی کاپیاں بھی فراہم کی گئیں ہیں اور تمام ڈائریکٹرز اپنے فرائض اور ذمہ داریوں سے بخوبی آگاہ ہیں۔ دوران سال سی جی ریگولیشن ۲۰۱۹ کی شن (۲) کے تحت ایک ڈائریکٹر کو ضروری ٹریننگ پروگرام کی سہولت فراہم کی گئی۔

### آڈیٹریز:

موجودہ آڈیٹریز میسر زکر حسین چوہدری ایڈ کمپنی چارٹرڈ اکاؤنٹنٹس، ریٹائر ہو گئے ہیں اور وہ دوبارہ تقرری کے ایل ہیں اور انہوں نے اپنے آپ کو دوبارہ تقرری کے پیش کیا ہے کوڈ آف کارپوریٹ گورننس کے تحت آڈیٹ کمیٹی نے ۳۰ جون ۲۰۲۳ء کو ختم ہونے والے سال کے لئے میسر زکر حسین چوہدری ایڈ کمپنی چارٹرڈ اکاؤنٹنٹس کو تقرر کرنے کی سفارش کی ہے۔

### شیئر ہولدنگ پیٹری:

۳۰ جون ۲۰۲۲ پر شیئر ہولدنگ پیٹری نشموں کمپنی کے حصہ یافتگان کی کمیگری سالانہ رپورٹ کے ساتھ منسلک ہے۔ دوران سال شیئر ہولدنگ پیٹری کے مطابق ڈائریکٹر، سی ای او، سی ایف او، کمپنی سیکریٹری اور ان کی بیوی، بچوں کی طرف سے کمپنی کے حصہ کا کاروبار نہیں کیا گیا مساوئے جو کہ شیئر ہولدنگ پیٹری میں دکھایا گیا ہے۔

### مستقل کے امکانات اور حکمت عملی:

ہم اپنے کاروبار میں توسعے کے لیے نصف کاربنڈ ہیں بلکہ موجودہ بنیادی کاروباری سرگرمیوں پر پوری توجہ مرکوز ہے اور ہم ریگولیٹری فریم ورک میں رہتے ہوئے کاروبار میں تنویر پیدا کرنے کے لیے مستعد ہیں۔ ہماری عمودی اور افقی توسعے کی حکمت عملی سے آمدی میں اضافہ ہو گا۔ کمپنی اپنے اتناٹوں کے معیار کو بحال کرنے، اور، موجودہ عملہ اور ہم پیشہ و رانہ عملہ کی خدمات حاصل کر کے ان کو ٹریننگ کے ذریعہ اپنے انفراسٹرکچر میں بہتری لانے، مختلف النوع پروڈکٹ اور خدمات کی بحالی کی مناسب کوششیں کر رہی ہے، اور نئے موقع اور نئے چیلنجز کا سامنے کرنے کے لئے اپنی پالیسیاں اور طریقہ کا کو اپڈیٹ کر رہی ہے۔

### اظہار تشکر:

ڈائریکٹر ز اپنے اسٹیک ہولڈر، قابل قدر صارفین اور مالیاتی اداروں کا ان کی مسلسل اعتماد اور سرپرستی اپنی تشكیر کا اظہار کرتے ہیں۔ ہم ریگولیٹری اداروں خاص طور پر سیکورٹیز اور ایچیجن کیشن آف پاکستان، اسٹیک یینک آف پاکستان اور پاکستان اشک ایچیجن کی مسلسل رہنمائی اور تعاون کے بھی شکرگزار ہیں۔ ہم انتظامیہ اور مالاز میں کی منت اور گلن سے کام کرنے کا اعتراف بھی کرتے ہیں۔

یکم یورڈ

محمد سعید  
جمال نیم  
ڈائریکٹر



محمد منیر علی  
چیف ایگزیکٹو فیسر

کراچی  
۲۰۲۲  
۲۷ ستمبر



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میٹنگ کی تعداد جن میں شریک ہوئے	میٹنگ کی تعداد جن میں شریک ہونے کے اعلان	ڈائریکٹرز کا نام
۱	۱	جناب محمد نعیم الدین
۱	۱	جناب نوید اصغر چودھری*
۱	۱	جناب اسد اللہ سلیم
۱	۱	جناب محمد حسن علی

\* مستحقی بتاریخ ۲۲ اگست ۲۰۲۲۔

### رسک میجنت کمیٹی:

بوروڈ نے ایک رسک میجنت کمیٹی تشکیل دی ہے تاکہ وہ ڈائریکٹرز کو مستقبل میں درپیش تفصیلات کے تعین اور اس کے سد باب کرنے میں معاونت کر سکیں۔ یہ کمیٹی چار (۴) ممبر ان پر مشتمل ہے جن میں زیادہ تر ممبر اننان ایگزیکیو ڈائریکٹرز ہیں سال کے دوران کمیٹی کی دو (۲) میٹنگ منعقد کی گئی، جس میں درج ذیل ڈائریکٹرز نے شرکت کی:

میٹنگ کی تعداد جن میں شریک ہوئے	میٹنگ کی تعداد جن میں شریک ہونے کے اعلان	ڈائریکٹرز کا نام
۲	۲	جناب اسد اللہ سلیم
۲	۲	جناب نوید اصغر چودھری*
۲	۲	جناب محمد نعیم الدین
۲	۲	جناب محمد حسن علی

\* مستحقی بتاریخ ۲۲ اگست ۲۰۲۲۔

### ڈائریکٹر مشاہرہ پالیسی:

بوروڈ نے ڈائریکٹر مشاہرہ پالیسی نافذ اعمال کی ہے اس پالیسی کے مطابق تمام نان ایگزیکیو ڈائریکٹرز بورڈ میٹنگ فیس کے حصول کے مجاز ہونگے۔ کمپنی کی کمیٹی اور شیریز ہولڈرزو قائم مشاہرہ کی مالیت تعین کرنے کے مجاز ہونگے۔ ایگزیکیو ڈائریکٹرزا اور ای اور کے مشاہرے کا تعین بوروڈ آف ڈائریکٹرز کے ذمہ ہو گا پالیسی کے مطابق بورڈ میٹنگ میں شرکت پر ڈائریکٹر کے جو بھی اخراجات ہوئے وہ کمپنی کے ذمہ واجب الادا ہوئے۔

### ریلیہڈ پارٹی ٹرانزیکشن:

لندکینز (کوڈ آف کار پوریٹ گروپس) ریگیشن ۱۹۰۱ اور دیگر قابل اطلاق قوانین کے تقاضوں کی تعییں کے لئے ایف سی آئی بی ایل نے ریلیہڈ پارٹی کے تمام لین دین کے معاملات کو جائزہ اور منظوری کے لئے آٹھ کمیٹی اور بورڈ کے رو بروپیش کیا مدد جب بال لین دین کے معاملات کو آٹھ کمیٹی اور اس کے بعد بورڈ نے اپنی اپنی میٹنگوں میں منظوری دے دی ہے۔ دوران سال تمام متعلقہ معاملات جو ریلیہڈ پارٹی سے ہوئے وہ آرم لینٹھ کے تحت تھے جس کی تفصیلات نسلک آٹھ شدہ مالیاتی گوشوارہ روپورث کے نوٹ نمبر ۳۳ میں درج ہیں۔



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دوران سال پانچ (۵) یورڈ میٹنگ منعقد ہوئیں جن میں ڈائریکٹر زکی حاضری کا ریکارڈ مندرجہ درج ذیل ہے۔

میٹنگ کی تعداد جن میں شامل ہوئے	میٹنگ کی تعداد جن میں شامل ہونے کے اہل ہیں	ڈائریکٹر کے نام
۳	۵	جناب فیصل احمد پرا
۵	۵	جناب نوید اصغر چودھری*
۵	۵	جناب اسد اللہ سعید
۵	۵	سید عرفان حسین رضوی
۵	۵	جناب محمد نعیم الدین
۵	۵	جناب جمال نسیم
۵	۵	محترمہ نبیلا آفریدی
۵	۵	جناب محمد حسن علی

\* مستعفی بتاریخ ۲۲ اگست ۲۰۲۲ء۔

\*\* میٹنگ میں شرکت نہ کرنے والے ڈائریکٹر کو غیر حاضری کی منظوری دے دی گئی تھی۔

### آٹھ کمیٹی اور داخلی کمروں:

یورڈ کی آٹھ کمیٹی تین (۳) نان ایگزیکٹیو ڈائریکٹر پر مشتمل ہے جن میں بشویل چیئر مین کمیٹی زیادہ تر آزاد ڈائریکٹر ہیں۔ یورڈ نے کارپوریٹ قانون و قواعد کے مطابق کام کرنے کے مردجا امور (Terms of reference) لائیٹننگ ریگیشن ۲۰۱۹ کے تحت تعین کیا ہے۔ سال کے دوران آٹھ کمیٹی کی چار (۴) میٹنگ منعقد کی گئیں جس میں درج ذیل ڈائریکٹر نے شرکت کی:

میٹنگ کی تعداد جن میں شرکیک ہوئے	میٹنگ کی تعداد جن میں شرکیک ہونے کے اہل تھے	ڈائریکٹر کا نام
۳	۳	جناب محمد نعیم الدین
۳	۳	سید عرفان حسین رضوی
۳	۳	محترمہ نبیلا آفریدی

### انسانی وسائل اور معاوضوں کی کمیٹی:

یورڈ آف ڈائریکٹر نے کلیدی عہدوں کے اختیاب، تجیینے اور تبادل پلانگ کے حوالے سے اپنی ذمہ داریوں کو پورا کرنے میں مدد کے لیے ایک انسانی وسائل اور معاوضے کی کمیٹی تشکیل دی ہے۔ یہ کمیٹی چار (۴) ممبر ان پر مشتمل ہے زیادہ تر ممبر ان نان ایگزیکٹیو ڈائریکٹر ہیں جبکہ چیئر مین کمیٹی امن سپورٹ یونٹ ڈائریکٹر ہیں۔ سال کے دوران کمیٹی کی ایک (۱) میٹنگ منعقد کی گئی، جس میں درج ذیل ڈائریکٹر نے شرکت کی:



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- c) مالی گوشوار کی تیاری میں اکاؤنٹنگ پالیسیاں تسلسل کے ساتھ برداشت کار لائی گئی ہیں اور مستقبل کے اندازے معقول اور داشتمانہ فیصلوں پر منی ہے۔
- d) یہن الاقوامی حساب کتاب کے معیارات (IFRS) جو پاکستان میں نافذ عمل ہیں ان کو گوشواروں کی تیاری میں اپنایا گیا ہے اور کسی بھی تبدیلی کو باقاعدہ ظاہر کیا گیا۔
- e) اندر ویں مالیاتی کنٹرول کا نظام قائم کیا ہے وہ نہایت مضبوط ہے اور موثر انداز میں عملدرآمد کیا جا رہا ہے۔
- f) کمپنی کے مستقبل میں کام کرنے کی صلاحیت پر کوئی قابل ذکر مشکل نہیں اور مالی گوشواروں کو اسی بنیاد پر تیار کیا گیا ہے۔
- g) سی سی جی میں موجود کار پوریٹ گورننس کے بہترین طریقہ کار سے کوئی مادی انحراف نہیں کیا گیا۔

### کلیدی آپریٹنگ اور مالیاتی نتائج:

کمپنی کے پچھلے چھ سال کے کلیدی آپریٹنگ اور مالیاتی نتائج درج ذیل ہیں:

سال جو ۳۰ جون کو ختم ہوا	۲۰۱۷	۲۰۱۸	۲۰۱۹	۲۰۲۰	۲۰۲۱	۲۰۲۲
میلین روپیہ میں						
کل آمدنی	۸۰	۱۰۳	۱۱۷	۱۵۵	۱۳۵	۱۳۳
قبل از ٹکس منافع / (نقصان)	۱۲	۱۶	۱۵	۳۸	۲۹	۱۳
بعد از ٹکس منافع / (نقصان)	۷	۹	۱۰	۲۹	۲۱	۸
حصص یافتگان کا سرمایہ	۷۲۳	۷۲۲	۷۱۹	۷۳۹	۷۵۰	۷۲۲
کل اٹائلے	۱,۱۵۵	۱,۳۲۷	۱,۳۸۵	۱,۲۶۷	۲,۲۷۲	۲,۰۵۲
منافع / نقصان فی حصص (روپے میں)	۰.۱۱	۰.۱۳	۰.۱۵	۰.۲۲	۰.۳۲	۰.۱۳

### اسٹاف ریٹائرمنٹ پیغٹ اسکیمز:

ایکپلاائز پر اویڈمٹ فنڈ اور گریجویٹی فنڈ کی سرمایہ کاری کا تخمینہ ۳۰ جون ۲۰۲۲ کے مطابق بالترتیب ۹۱۶,۵۱۵,۹۲۱ اروپے اور ۲,۰۳۲,۲۸۶ روپے ہے۔

### بورڈ آف ڈائریکٹرز:

بورڈ کی جموعی ساخت ۳۰ جون ۲۰۲۲ کو مندرجہ ذیل ہے۔

ڈائریکٹرز کی کل تعداد:

(a) مرد: ۷ (بیشتر مقرر کردہ ہی ای اور

(b) خاتون: ۱

### کمپووزیشن:

(i) انٹریپریڈنٹ ڈائریکٹرز: ۳

(ii) نان - ایگریکلیو ڈائریکٹرز: ۲

(iii) ایگریکلیو ڈائریکٹرز: \* ۱

\* ایگریکلیو ڈائریکٹر صدر، سی ای او ہیں جن کا تقریری کاظمیکٹ پر ہے۔

دوران سال بورڈ میں کوئی عارضی آسامی خالی نہیں ہوئی۔



۳۰ جون ۲۰۲۲ کی بیلنس شیٹ کے مطابق حصہ یافتگان کی سرمایہ کاری کی ازسرنو قیمت کے تعین کے بعد ایکوئی کم ہو کر ۲۱.۸ ملین روپے ہو گئی جبکہ یہ ۳۰ جون ۲۰۲۱ کو ۲۱.۷ ملین روپے تھی۔ ۳۰ جون ۲۰۲۲ کے اختتام پر کمپنی کے کل اثاثے کم ہو کر ۲۰.۵۲، ۰ ملین روپے ہو گئے جبکہ ۳۰ جون ۲۰۲۱ کل اثاثے ۲۲.۰ ملین روپے تھے۔

### **بیلنس شیٹ کی تاریخ سے اب تک تبدیلی:**

بیلنس شیٹ کی تاریخ سے اب تک کوئی بھی ماددی تبدیلی رونما نہیں ہوئی جس کو مسلک مالیاتی گوشوارہ کے ساتھ ہم آہنگ کرنے کی ضرورت ہو، سوائے ان کے جو پہلے ہی ظاہر کردی گئیں ہیں۔

### **حصہ پر منافع (ڈیویڈنڈ):**

ماضی میں کمپنی کی حصہ پر منافع (ڈیویڈنڈ) کی پالیسی میں پرشش نقد منافع (ڈیویڈنڈ)، حصہ یافتگان کو یونس حصہ بھی جاری کرتا رہا ہے، مگر اس سال ۳۰ جون ۲۰۲۲ کے اختتام پر ڈائریکٹرز نے ڈیویڈنڈ کی ادائیگی کی کوئی تجویز پیش نہیں کی ہے۔

### **کریڈٹ ریٹنگ:**

VIS کریڈٹ ریٹنگ کی رپورٹ بتاریخ ۳۱ دسمبر ۲۰۲۱ کے مطابق کمپنی نے درمیانے سے طویل مدتی ریٹنگ کو اپ گریڈ کر کے 'A' (سنگل A متفق) سے (سنگل A) کر دیا ہے اور مختصر مدتی ریٹنگ کو 'A-2' پر برقرار رکھا ہے۔ ریٹنگ کا آٹھ لکھ متح蟠 ہے۔

### **مالیاتی اور کارپوریٹ سماجی ذمہ داریاں:**

کمپنی مالیاتی اور کارپوریٹ سماجی ذمہ داریوں سے بخوبی آگاہ ہے اور اس سلسلے میں ملک میں متعدد تحریک کے ساتھ کھڑی ہے علاوہ ازیں کمپنی تمام سرکاری، ائمڑل ہیلٹھ، حفاظت اور مالیاتی قواعد کی تبلیغ کرتی ہے سہولیات اور آپریشن کا عمل ایسے طریقے سے ڈیزائن کیا گیا ہے جو انسانی صحت اور ماحول سے متعلق خطرے سے محفوظ رکھتا ہے۔

### **رسک کے تعین اور نشاندہی کا فریم ورک (رسک اسمنیٹ فریم ورک):**

کمپنی کا مجموعی رسک میکنٹ کا پروگرام ایف سی آئی بی ایل کی مالی کارکردگی پر مالیاتی میٹڈیوں کے غیر متوقع متفق اثرات کو کم کرنے کی کوششوں پر مرکوز ہے۔ کمپنی کی سرگرمیوں میں مختلف قسم کے مالیاتی خطرات، مارکیٹ کے خطرات (ائزیسٹریٹ رسک اور پرائس رسک) کریڈٹ رسک، لاویڈنڈی رسک اور آپریشنل رسک کو بخوبی پیش نظر رکھا جاتا ہے۔ کمپنی کو درپیش خطرات کو کمپنی کی انتظامیہ کی طرف سے کمپنی کی مظہور شدہ پالیسیوں کے مطابق منتظم کیا جا رہا ہے۔ علاوہ ازیں کمپنی کے بورڈ آف ڈائریکٹرز بھی کمپنی کے رسک میکنٹ فریم ورک کی مگرانی کے ذمہ دار ہیں۔ کمپنی کا مجموعی رسک میکنٹ کا پروگرام موثر سرمایہ کاری کے ساتھ ساتھ مالیاتی اور مارکیٹ کے اتار چڑھاؤ کے خطرات سے منٹھنے پر مرکوز ہے اور شیئر ہولڈر کو ذیادہ منافع فراہم کرنے میں کوشش ہے۔ بورڈ آف ڈائریکٹرز سالانہ نبیاہ پر مجموعی رسک میکنٹ پر نظر ثانی کرتے ہیں۔

### **کارپوریٹ اور فناٹکشل رپورٹنگ فریم ورک:**

کمپنی نے گذگدار پوری گورننس کی عملداری یقینی بنانے کے لیے تمام ضروری اقدامات اٹھائے ہیں۔ لسٹیڈ کوڈ آف کارپوریٹ گورننس ریگولیشن (۲۰۱۹) (سی جی) کے انتظامی قوانین کے مطابق یورڈ درج ذیل رپورٹ پیش کرتے ہوئے خوبی محسوس کرتے ہیں:

- کمپنی کی انتظامیہ کے تیار کردہ مالی گوشواروں میں اس کے امور، عملدرآمد کے نتائج، نقدی بہا اور ایکٹیوٹی میں تبدیلیاں واضح اور شفاف طور پر پیش کی گئی۔
- کمپنی کے حساب کی کتابوں کو باقاعدگی سے تیار کیا گیا ہے۔



نئے ذرائع پر کام کا آغاز کر دیا گیا ہے۔ ایف سی آبی ایل مارکیٹ سے نئے تجربے کار عمل کی خدمات کے توسط سے منی مارکیٹ اور فارمیس بر و کرتچ کے کاروبار کو فروغ دینے کی کوشش کر رہا ہے جو آنے والے سالوں میں منافع میں اپنا کردار ادا کرے گا۔ اسی طرح ذیر جائزہ سال کے دورانِ ثریثی اور میں مارکیٹ کے آپریشنز میں بھی اضافہ دیکھنے میں آیا ہے۔ کاروبار میں یہ ترقی کمرشل بیکوو کے ساتھ نئت مقابلوں کے باوجود حاصل کی گئی۔ یہاں یہ بات مذکور کرنی ضروری ہو گی کہ پورے انویٹمنٹ بیننگ سیکٹر کو انسانی وسائل کے چیلنجز درپیش ہیں۔

ایف سی آبی ایل کی کریٹریٹریٹیگ 'A'، (سنگل اے مائنز) سے 'A'، (سنگل اے) میں اپ گریڈ ہونا ایک نہایت ثبت اشارہ ہے۔ یورڈ آف ڈائریکٹرز ہمارے موجودہ بنیادی کاروبار کی توسعی پر زیادہ توجہ دے رہے ہیں۔ این بی ایف سی ریکیو لیٹری فریم ورک کے تحت نئے کاروباری تنوع پر زیادہ توجہ دے رہا ہے۔ آپ کی کمپنی اپنے اثاثوں کے معیار، بنیادی ڈھانچے کو بہتر بنانے، موجودہ پیشہ ورانہ عمل کی تربیت کے ذریعے صلاحیت میں اضافے، مصنوعات اور خدمات کو متعدد بنا نے کے لیے مزید پیشہ ورانہ عمل کو شامل کرنے، نئے چیلنجوں اور موقع کی ضروریات کو پورا کرنے کے لیے پالیسیوں اور طریقہ کار کو اپڈیٹ کرنا جاری رکھے گی۔

### مالیاتی نتائج:

کمپنی کے ۲۰۲۱-۲۲ کے لئے مالیاتی نتائج کا خلاصہ ذیل میں دیا گیا ہے۔ ۲۰۲۰ کا تقاضا ڈینا بھی درج ذیل ہیں۔  
(روپے ۰۰۰ میں)

۲۰۲۰-۲۱                    ۲۰۲۱-۲۲

کل آمدنی		
۱۳۵,۰۳۶	۱۳۲,۰۸۲	آپریٹنگ منافع
۱۷,۰۰۶	(۱,۷۷۱)	قبل از ٹکس منافع
۲۸,۸۳۶	۱۳,۳۱۲	بعد از ٹکس منافع
۲۰,۵۳۵	۸,۱۸۹	حصص یافتگان کا سرمایہ
۷۶۳,۷۰۸	۷۷۰,۸۳۱	سرمایکاری کی قدر و قیمت کے تعین نو میں خسارہ
(۱۲,۷۵۷)	(۲۹,۰۰۳)	حصص یافتگان کا سرمایہ (خالص بعد از خسارہ)
۷۳۹,۹۵۱	۷۲,۸۳۸	کل اثاث
۲,۲۷۲,۰۳۸	۲,۰۵۲,۲۷۳	نی حصص آمدنی پیسک اور ڈائیلووڈ (روپے)
۰.۳۲	۰.۱۳	

### آپریشن کا جائزہ:

ایف سی آبی ایل نے غیر سازگار یکو یہی کی صورت حال، سیکٹر کے عدم توازن و شکل معاشری حالات، انسانی و بنیادی وسائل سمیت سازگار حالات کی عدم موجودگی کے باوجود جو تقریباً مالی سالی ۲۰۲۱-۲۰۲۲ میں مسلسل درپیش رہے، سے مقابلہ کیا اور اپنے کاروبار کو نئے پیارے میں آگے بڑھاتے ہوئے منافع کو برقرار رکھنے میں کامیاب رہا ہے۔ مالی سال ۲۰۲۲ کے دوران ایف سی آبی ایل کی کل آمدنی ۱۳۲ امیں روپے کی گذشتہ سال ۲۰۲۱ میں ۱۳۵ امیں روپے رپورٹ کی گئی۔ کمپنی نے مالی سال ۲۰۲۲ کے لیے ۸ امیں روپے کا آپریٹنگ خسارہ ریکارڈ کیا جبکہ مالی سال ۲۰۲۱ آپریٹنگ منافع ۰۔۱ امیں روپے تھا۔ مزید یہ کہ کچھ صارفین کے اکاؤنٹ میں بہتری کی وجہ سے نقصان کے خدشات جو پہلے سالوں میں متین کئے گئے تھے اس سال واپس ہو گئے کمپنی نے مالی سال ۲۰۲۲ میں قل از ٹکس منافع ۳۔۲ امیں روپے رپورٹ کیا جبکہ پہلے سال کا قبل از ٹکس منافع ۲۸۔۸ امیں روپے تھا۔ اسی طرح ۳۰ جون ۲۰۲۲ء کو ختم ہونے والے سال کے لئے بعد از ٹکس منافع ۲۔۲ امیں روپے رپورٹ کیا گیا۔ گز شستہ سال کا بعد از ٹکس منافع ۵۔۵ امیں روپے تھا۔



## ڈائریکٹر زر پورٹ

فرست کریڈیٹ اینڈ انویسٹمنٹ بینک لمبینڈ کے بورڈ آف ڈائریکٹر زر کی جانب سے ۳۳ ویں سالانہ پورٹ شمول مالیاتی تفصیلات کا گوشوارہ اور آڈیٹر زر کی رپورٹ برائے سال ۲۰۲۲ء، پیش کرتے ہوئے ہم طبقانیتی مجموع کرتے ہیں۔

### معاشی جائزہ:

موجودہ عالمی معیشت بنیادی طور پر تو اتنا کی کہ ذرائع یعنی تیل و گیس کی رسید میں کمی کی وجہ سے تنہی کا شکار ہیں اور اسی وجہ سے معیشتیوں پر مبنی اثرات مرتب ہونے کا سلسلہ برقرار ہے جس کی وجہ سے قیمتیوں میں اضافے پلاٹی چین میں ست روپیہ کو جنم دیا جسکے نتیجے میں پیداواری لگتی میں اضافہ اشیاء کی مانگ کو یونچ کی طرف دھکیل دیا ہے اس تمام صورتحال نے اقتصادی حاضر خوفناک اثرات مرتب کیے جو دو فروغ ملائیں بے روزگاری کے ساتھ افراطی اضافہ ہوا اس تمام صورتحال کو روکنے کے لیے صرف ایک ہی واحد حل نظر آتا ہے یعنی شرح سود میں اضافہ تمام مرکزی بینکوں نے شرح سود کوئی انتہاؤں تک بڑھا دیا جس کے ایچھے اثرات مرتب ہوئے ایندھن کی سلسلی اب بھی طلب سے کم نظر آتی ہے اور مہنگے داموں دستیاب ہے متوازی بہت سی معیشتیں نامیدی کا شکار ہیں کہ ان کو ۲۰۲۳ء میں خوفناک کساد بازاری کا سامنا کرنا پڑے گا۔ اگر موجودہ صورتحال پر قابو نہ پایا گیا تو ۲۰۲۳ء یورپ کی سرکردہ معیشتیں میں آئی ایف کا دروازہ کھکھلانے پر مجبور ہو گئی۔ عالمی بینک نے بھی خبردار کیا ہے کہ آئندہ معاشی ست روی یقینی ہے اور بڑھتے ہوئے معاشی بحران سے نمٹنے کیلئے کوئی یقینی تدایر بھی دستیاب نہیں ہیں۔

موجودہ صورتحال کے خدوخال ۲۰۲۰ء میں وجود میں آنے شروع ہو گئے تھے جب معیشت اپنی بیداواری صلاحیت طلب کے مقابلے میں بلند سطح پر تھی یعنی ذیادہ بیداوار اور طلب میں کمی۔ روس اور یوکرین کے بحران نے اس صورتحال کو اس سطح تک بڑھا دیا یہ ایک معروف حقیقت ہے کہ اس صورتحال کو سنبھالنے کے لیے مطلوبہ تائید میسر نہیں تھی بلکہ دنیا بھر میں اشکار کارکیت گرنے کی وجہ سے اریوں امریکی ڈالر کا صفائی ہو گیا۔ ہاؤسنگ سیکٹر جس نے ۲۰۰۸ء کی دہائی میں بناں سیکٹر کے بحرانوں کو جنم دیا تھا اب وہ بھی ترقی کر رہا ہے کیونکہ ذیادہ شرح سود کی وجہ سے ہاؤسنگ کی مانگ میں کمی آئی ہے اور پہلے ہی گروہی رکھے ہوئے ہاؤسنگ یونٹ سے تو قع نہیں کی جاتی ہے کہ وہ اپنی ذمہ دار بیوں کو پورا کریں گے۔

### پاکستان کے معاشی حالات:

پاکستان کو بھی ایسی ہی صورتحال کا سامنا ہے ایندھن کی قیمتیں عروج پر ہیں، تجارتی خسارہ اپنی بلند انتہاؤں کو چھوڑ رہا ہے جسکی بنیادی وجہ شرح مبادلہ میں غیر معمولی تیزی ہے۔ سیالاب نے ذراعت کے شعبے کو بڑے پیمانے پر متاثر کیا ہے۔ آنے والے میتوں میں میدے بے روزگاری اور مہنگائی کی پیش کوئی کی گئی ہے شرح مبادلہ میں بھی بہتری کی توقع نہیں ہے جس سے معیشت کا مبنی رجہان جاری رہنے کا امکان غالب ہے۔

ہمیں امید ہے کہ ملک میں شرح سود ملکی ہو گی اور صنعتوں میں سرمایہ کاری میں بہتری آئے گی جس سے شرح نمو ہ فیصد سے ذیادہ ہونے کا امکان ہے جو عالمی معاشی صورتحال کو مدد نظر رکھتے ہوئے ایک ثابت علامت ہو گی۔

### ایف سی آئی بی ایل کے مستقبل کے امکانات اور حکمت عملی:

موجودہ صورتحال میں یہ بات سیاق و سبق سے ہٹ کر نہیں ہو سکتی کہ ایف سی آئی بی ایل واحد این بی ایف سی ہے جو نقصان نہیں اٹھا رہا ہے اور ثابت حالت میں قائم ہے حالانکہ ہمیں بڑے کمرشل بینکوں سے غیر مساوی مسابقت کا سامنا ہے۔ ایف سی آئی بی ایل کو لیکوئیدیٹ کے بحران کا سامنا ہے جس سے نمٹنے کے لیے آمدی بڑھانے کے بہت سے



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